

Principles of Economics Icom Part 1 English Medium Online Test

Sr	Questions	Answers Choice
1	Zakat means	A. Growth B. Purification C. Tax D. Both 1st and 2nd
2	Surplus budget for the government is considered	A. Useful B. Harmful C. Useful & harmful D. None of three
3	Which law is applicable on production process under marginal productivity theory	A. Law of increasing return B. Law of constant return C. Law of decreasing return D. Law of decreasing cost
4	The revenue collection of government and spending policy is called	A. Monetary policy B. Fiscal policy C. commercial policy D. Labour policy
5	Who did write the book named "General theory of employment, interest and money"	A. Marshall B. Pigou C. Adam Smith D. Keynes
6	According to comparative cost theory conditions ----- in goods and labour market exist	A. of monopoly B. of duopoly C. Monopolistic competition D. of perfect competition
7	The demand curve slopes	A. upwards B. Horizontal C. vertical D. downward to the right
8	The most important and basic factor of production is	A. Land B. Labour C. Capital D. Organization
9	Supply curve moves from left to right upward, this tendency is called	A. Negative B. Positive C. Horizontal D. Vertical
10	Which economist said that, economics cannot be separated from spiritual values?	A. Marshall B. Robbins C. Adam Smith D. Voton
11	Under monopoly average revenue curve remains _____ the marginal revenue curve	A. Below B. Above C. Parallel to D. None of three
12	Concept of equilibrium level of national income in comprehensive way was presented by	A. Professor Keynes B. Professor Marshall C. Professor Hicks D. Professor Lipsay
13	Balance of payment of a country is balanced when its	A. Receipts are more than payments B. Receipts are less than payments C. Receipts are equal to payments D. None of three
14	Quantity of a commodity offered for sale in a market at a certain price during a given period of time, is called	A. Stock B. Demand C. Supply D. Quantity demanded
15	When AC is falling then:	A. MC = AC B. AVC = MC C. MC > AC D. MC < AC

16	Human wants are:	A. Limited B. Unlimited C. Re-appear D. Both (b) and (c)
17	Quantity of a commodity which the consumers are ready to purchase at a particular price, is called	A. Demand B. Supply C. Stock D. Demand and supply
18	A firm gains normal profit, where:	A. $P=AC$ B. $P>AC$ C. $P=AC$ D. $AC>AR$
19	Monopoly is opposite to	A. Perfect competition B. Imperfect competition C. Perfect competition and imperfect competition both D. Oligopoly
20	Of what nature state laws are	A. Local B. Regional C. National D. International