

## Principles of Economics Icom Part 1 English Medium Online Test

Sr	Questions	Answers Choice
1	Who did criticise the definition of Robbins	A. Marshall B. J.B. Clark C. Beveridge D. Pigou
2	Under monopoly average revenue curve remains the marginal revenue curve	A. Below B. Above C. Parallel to D. None of three
3	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
4	Quantity theory of money was criticised by	A. Prof. Keynes B. Prof Marshall C. Prof Pigou D. i and ii both
5	Finance minister imposes tax on the goods having more elastic demand	A. At low rate B. At high rate C. At the same rate D. At zero rate
6	The goods which are jointly demanded to satisfy a want, are called	A. Complimentary goods B. Substitute goods C. Alternative goods D. inferior goods
7	If the income and expenditures of the government are equal, such budget is called	A. Surplus budget     B. Deficit budget     C. Balanced budget     D. Capital budget
8	If variable costs of a firm are covered partly under perfect competition, then that firm	A. Will run with normal profit     B. Will run with abnormal profit     C. Will run with minimum loss     D. Will not continue its business and close down
9	The factor of production which is result of human struggle.	A. Land B. Labour C. Capital D. Organization
10	After deducting direct tax from personal income, it is called	A. National income B. personal income C. Disposable personal income D. per capital income
11	Inflation can be controlled by:	A. Fiscal policy B. Monetary policy C. Trade policy D. Both a and b
12	Which factor is helpful for earning more income?	A. Land B. Labour C. Capital D. Organization
13	If the most part of total supply of commodity is produced by one firm, it is called	A. Oligopoly B. Monopoly C. Perfect competition D. Monopolistic competition
14	Tendency of average revenue curve under monopoly is alwaus	A. Falls down B. Parallel to x-axis C. Rises up D. Parallel to y-axis
15	According to the law of supply, there is relation in price and supply	A. Inverse B. Increasing C. Negative

		D. Indirect
16	Fixed costs are those costs of production which	A. Rise with quantity of output B. Do not change with any amount of production C. Decline with rising production D. None of these
17	Demand for factors of production is	A. Direct B. Derived C. Positive D. Negative
18	Quantity theory of money failed during world economic depression	A. In 1920 B. In 1925 C. In 1929 D. In 1935
19	Gross national product means	A. Total of price of all goods produced in a country in year B. Total of price of all consumer goods produced in the economy during a year C. Total of goods and services produced in the economy during a year D. Total of monetary value of goods and services produced during a year in the economy
20	If the demand for a commodity is less elastic, then an entrepreneur in order to increase his profit	A. Will increase its price B. Will decrease its price C. Will not change its price D. None of these