

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

Sr	Questions	Answers Choice
1	That particular price below which price the seller is not ready to sell his commodity, is called	A. Market price B. Normal price C. Reserve price D. All the three
2	The shape of average cost curve in the short period is	A. Vertical B. Horizontal C. Positively sloping D. Like English alphabet U
3	The duty of a market is not to	A. make exchange of goods     B. contact buyers and sellers     C. determine price     D. give maximum output
4	Supply of durable goods is	A. Elastic     B. Perfectly elastic     C. Perfectly inelastic     D. Less elastic
5	When a firm earns abnormal profit in the short run, then its	A. MC=MR=AR=AC all are equal B. MC=MR=AR while AC is less C. MC=MR=AR while AC is more D. MC=MR=AR while AV is sometimes equal to them and sometimes less than tham
6	Zakat can not be given	A. to get slaves free B. To the collection of zakat C. For the construction of Mosque D. The converts
7	Number of beneficiaries of Zakat is stated in the holy Quran	A. Five B. Seven C. Eight D. Nine
8	Cardinal utility approach was presented by:	A. Adam smith B. Keynes C. Robbins D. Marshall
9	Inductive method represents:	A. General to particular B. Particular to general C. Normative science D. Economic planning
10	Price is determined under perfect competition	A. By sellers B. By buyers C. By government D. By forces of demand and supply
11	Economic point of view of the supporters of which school of thought is the name of feeling and mental state	A. Classical B. Neo classical C. Ancient D. Modern
12	Micro economics related to	A. International trade B. Behavior of firm C. National income D. Personal income
13	Methods for measurement of national income are:	A. Two B. Three C. Four D. Five
14	Tractor, harvester, thrasher etc are the examples of factor of production	A. Land B. Labour C. Capital D. Organization
15	If we multiply margina product with price we get:	A. MFC B. MRP C. TVC

	D. Both a and b
A monopolist controls the supply	A. Totally B. Partially C. More D. Not at all
Inductive method of deriving economic laws	A. We move from general conditions to particulars conditions B. We move from particular conditions to general conditions C. Facts are stated in simple and easy way D. Stated in general way
If supply is fixed then due to fall of demand	A. Equilibrium price decreases     B. Equilibrium quantity increases     C. Equilibrium price increases     D. Equilibrium price does not change
"Quantity of goods and services which is consumed during a year is called national income". This definition of national income is stated by the economist	A. Marshall B. Pigou C. Adam smith D. Fisher
If demand does not change, despite a fall in price, is called	A. Fall of demand B. Rise of demand C. Contraction of demand D. Extension of demand
	Inductive method of deriving economic laws  If supply is fixed then due to fall of demand  "Quantity of goods and services which is consumed during a year is called national income". This definition of national income is stated by the economist