

Principles of Economics Icom Part 1 English Medium Online Test

Sr	Questions	Answers Choice
1	In how many parts professor Adam smith divided his book "Wealth of nations"	A. Two B. Three C. Four D. Five
2	According to which economist, it is difficult to find marginal product	A. Robbins and Keynes B. Marshall and pigou C. Adam Smith and Mathuls D. Taussing and Davenport
3	One of the following is not included in the public expenditures	A. Courts B. Fee C. Public administration D. Defence
4	Balance of payment of a country is favourable when its	A. Receipts are more than payments B. Receipts are less than payments C. Receipts are equal to payments D. None of three
5	A good thing in public finance	A. Expenditures are more than income B. Income is more than expenditure C. Income is equal to expenditure D. b and c both
6	When total production decreases, marginal product is:	A. Positive B. Negative C. Zero D. Infinite
7	Average cost curve is in short run	A. Negative sloped B. U-shaped C. L-shaped D. Positive sloped
8	Under certain conditions, slope of demand curve is	A. Negative B. Positive C. Zero D. Fixed
9	The record of visible and invisible items on international account is called	A. Balance of payment B. Balance of trade C. Balance of budget D. Capital account
10	Because of increase in national income	A. Standard of living rises B. Standard of living falls C. No change occurs D. None of three
11	In law of increasing cost, marginal cost	A. Increases B. Decreases C. Remains constant D. Remains fixed
12	The difference between total revenue (TR) and total cost (TC) is called	A. Loss B. Profit C. Profit or loss D. Utility
13	Under monopoly the price is always equal to:	A. AR B. MR C. MC D. AVC
14	"A trade cycle is completed in three years four months" This is stated by	A. Prof Kitchen B. Prof Jugglar C. Prof Jevons D. Prof Pigou
15	In the market period supply is:	A. Variable B. Fixed C. Zero D. ...

		D. Positive
16	Which economist has stated the definition of balance of payments	A. Robbins B. Kindleberger C. Marshall D. Keynes
17	Blessings like air, rain existing on land are included in factor of production	A. Labour or human resources B. Capital or monetary resources C. Land or natural resources D. Organisation
18	According to which economist, utility is measureable	A. Marshall B. Adam smith C. Robbins D. Keynes
19	" International balance of payment is all that transaction for which either foreign exchange is spent or received." This definition is stated by	A. Prof. Marshal B. Prof. Samuelson C. Prof. Ricardo D. Prof. Hicks
20	Degree of change in quantity supplied due to change in price is called	A. Extension of supply B. Rise of supply C. Elasticity of supply D. None of three