

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

Sr	Questions	Answers Choice
1	Saving deposits and time deposits of the banks, Govt. securities and shares of the companies are called	A. Token money B. Money of account C. Standard money D. Near money
2	Perfectly inelastic supply curve is:	A. Vertical B. Rise upward C. Horizontal D. Fall downward
3	"Public finance deals with governments revenue and expenditure and it studies how government maintains balance between its revenue and expenditures"  This definition is stead by	A. Dalton B. Armitage Smith C. Bastable D. pigou
4	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
5	In order to satisfy some wants, more than one commodities are needed. Demand for such commodities is called	A. Joint demand B. Composite demand C. Derived demand D. Direct demand
6	When a firm's average total cost is equal to price, then it is called as	A. Normal profit B. Abnormal profit C. Normal loss D. Abnormal loss
7	If a person does not pay the amount of the tax from his own pocked on whom it is levied rather shifts its barden on some other person, then it is called	A. Direct tax B. Indirect tax C. Proportional tax D. Progressive tax
8	Movement on the same demand curve is called:	A. Increase is demand     B. Rise and fall in demand     C. Decrease in demand     D. Expansions and contraction in demand
9	Utility can not be measurable who has said	A. Marshall B. Hicks C. Pigue D. Adam Smith
10	When there is deflation, then prices	A. Increase B. Decrease C. Remain constant D. do not change
11	National income is measured for:	A. One year B. Two years C. Three years D. Four years
12	When demand curve shifts leftward (or downward), it is called	A. Rise of demand     B. Fall of demand     C. Extension of demand     D. Contraction of demand
13	Which economist said that the term demand for money should be used instead of circulation of money	A. Prof Keynes B. Prof Marshall C. Prof Crowther D. Prof Fisher
14	"Principles of Economics" was written by.	A. Adam smith B. Marshall C. Robbins D. Canon
15	Under Monopoly, a firm is in equilibrium position when Ed is:	A. Equal to unity B. Less than unity C. Grater than unity

		D. Both b and c
16	Total utility decreases when marginal utility is	A. Positive B. Negative C. Zero D. Maximum
17	When no satisfaction is attained by the consumption of a commodity, its marginal utility is	A. Zero B. Positive C. Negative D. Minimum
18	In which phase of a trade cycle national product, wages, prices and profits reach at their peak	A. Recovery B. Boom C. Recession D. Depression
19	One of the following is not the monetary measure to control inflation	A. Increase in bank rate     B. Open market operation     C. Increase in the ratio of reserve capital of the banks     D. Increase in taxes
20	Methods for measurement of national income are:	A. Two B. Three C. Four D. Five