

Principles of Economics Icom Part 1 English Medium Online Test

Sr	Questions	Answers Choice
1	Direct taxes are not included in:	A. Personal income B. G.N.P C. G.D.P D. Disposable personal income
2	Supply is Fixed of:	A. Perishable goods B. Free goods C. Durable goods D. Substitute goods
3	Which of the following is not invisible trade	A. Expenditure on education in other country B. Expenditure on imported machinery C. Expenditure of passengers traveling by air D. Expenditure of goods carried by a ship
4	The sector of production, in which nature plays more role, there is applicable	A. Law of increasing return B. Law of constant return C. Law of decreasing return D. Law of decreasing cost
5	If the income of the government is less than its expenditures, such budget is called	A. Surplus budget B. Deficit budget C. Balanced budget D. Capital budget
6	The trade that takes place between the individuals living in different areas of a country is called	A. Domestic trade B. International trade C. Foreign trade D. Regional Trade
7	Study of small units of the economoy is known is:	A. Micro economics B. Macro economics C. Applied economics D. All of them
8	The most clear and comprehensive definition of economics is given by	A. Adam Smith B. Alfred Marshall C. Robbins D. A.C. Pigou
9	The science in which conditions and incidents are checked from a particular point of view, is called	A. Positive science B. Normative science C. Social science D. All of three
10	When marginal utility is zero, then total utility is	A. Minimum B. Positive C. Maximum D. Zero
11	To which area of England Adam Smith belonged	A. Wales B. Scotland C. Ireland D. London
12	Desire + Purchasing power is equal to:	A. Demand B. Supply C. Income D. Utility
13	Number of beneficiaries of Zakat is stated in the holy Quran	A. Five B. Seven C. Eight D. Nine
14	The supply curve of Fish is	A. More elastic B. Less elastic C. Inelastic D. Infinite elastic
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15	Law of diminishing return is more applicable in:	A. I rade sector B. Industrial sector C. Agricultural sector D. Education sector
16	Additional amount of money which a firm gets by selling an additional unit of output is called	A. Average revenue B. Marginal revenue C. Total revenue D. Revenue
17	New classical economist is	A. Robbins B. Malthus C. Marshall D. Adam Smith
18	In which year international monetary fund was established	A. 1941 B. 1944 C. 1945 D. 1947
19	In production process when marginal product increases with the increase in units of variable factors along with fixed factor, this tendency in economics is called	A. Law of production B. Law of increasing return C. Law of decreasing return D. Law of constant return
20	Increasing marginal product shows the law	A. Law of increasing return B. Law of constant return C. Law of decreasing return D. Law of diminishing marginal utility