Principles of Economics Icom Part 1 English Medium Online Test

Sr	Questions	Answers Choice
1	Due to rise in demand, demand curve shifts to	A. Right B. Left C. Both sides D. None of these
2	Adam Smith belongs to:	A. Poland B. Scotland C. Ireland D. Holland
3	According to which economist, some factors are indivisble	A. Adam Smith B. Marshall C. Davenport D. Hobson
4	Stock means the quantity:	A. Sold in market B. Which is offered for sale C. Which exist in warehouse D. Of total production
5	One of the following is not fiscal measure to control inflation	A. Decrease in public expenditures B. Increase in taxes C. Encouragement of savings D. Increase in investment
6	Economics studies human behaviour from	A. Individual angle B. Collective angle C. Individual & Collective angle D. None
7	If demand decreases by 5% due to 10% increase in Price, then elasticity of demand is	A. Equal to unity B. More than unity C. Less than unity D. Zero
8	Factors of production are:	A. Two B. Three C. Four D. Five
9	One of the following is not monetary measure to control inflation	A. Increase in bank rate B. Open market operation C. Increase in ratio of reserve capital D. To create constant situation
10	Under consumption or over saving theory is presented by	A. Prof Hobson, Foster and Catchings B. Prof Hawtrey C. Prof Keynes D. Prof Jevons
11	Cheque, bill of exchange etc are	A. Metallic money B. Paper money C. Credit money D. Near money
12	Balance of visible goods of a country mean	A. Quantity of imports & exports B. Value of imports & exports C. Value of imported & exported goods and services D. Value of imported & exported services
13	Quantity theory of money was criticized by:	A. Marshall B. Sameulson C. Keynes D. Both b and c
14	"The nature of significance economics sciences" was written in:	A. 1930 B. 1936 C. 1932 D. 1890
		A. Supply is more than demand

15	Market price will be determined where	B. Demand is more than supply C. Demand and supply are equal D. Demand is less elastic and supply is more elastic
16	If price of a commodity remains constant but its supply decreases or price increases but supply remains constant, it is called	A. Rise of supply B. Extension of supply C. Fall of supply D. Contraction of supply
17	Methods of deriving economic laws are	A. Two B. Three C. Four D. Five
18	A firm gains abnormal profit, when:	A. TR = TC B. TR > TC C. TR < TC D. MC = MR
19	Supply curve shifts due to better technique of production	A. Rightward B. Leftward C. Does not change D. Vertical
20	Expenditures of repair of machines are called	A. Unproductive expenditures B. Productive expenditures C. Rewards D. Depreciation allowance