

Principles of Economics Icom Part 1 English Medium Online Test

Qr.	Quactions	Answers Choice
Sr	Questions	Answers Choice A. Zero
1	If supply goes on increasing due to a slight increase in price, then elasticity of supply is called	A. Zero B. Infinite C. Equal to unity D. More than unity
2	Tractor, harvester, thrasher etc are the examples of factor of production	A. Land B. Labour C. Capital D. Organization
3	If supply does not change despite a change in price, then elasticity of supply is called	A. Equal to unity B. Less than unity C. More than unity D. Zero
4	Which curve represents demand curve also	A. Marginal revenue B. Average revenue C. Total revenue D. Marginal cost
5	Finance minister in order to increase the public revenue, imposes tax on the commodities whose demand is less elastic	A. At low rate B. At high rate C. Some times decreases the tax rate and some times increases the tax rate D. Does not change tax rate
6	Cause of movement along the supply curve is	A. Change in price B. Other factors C. Change in tax D. Change in income
7	When there is inflation attached with high unemployment level, it is called ?	A. Stagflation B. Hyper inflation C. Demand pull inflation D. Cost push inflation
8	Who did introduce Macro Economics	A. Marshall B. N.W. Senior C. J.M. Keynes D. Ricardo
9	Which laws are framed by parliament	A. State laws B. Moral laws C. Economic laws D. Scientific laws
10	Quantity of a commodity which is offered for sale in a market is called:	A. Trade B. Supply C. Demand D. Stock
11	Study of large aggregated of economic system is called	A. Micro economics B. Macro economics C. Applied economics D. All the three
12	Perfectly inelastic supply curve is:	A. Vertical B. Rise upward C. Horizontal D. Fall downward
13	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
14	Which book is named "Bible of Capitalism"	A. Wealth of nations B. Das capital C. Principles of economics D. General theory of employment, interest and money
		A. Not quantitative B. Cannot be predicted

15	Which characteristic is not found in economic laws	C. No punishment in case of going against law D. Definite and universal
16	Dividing total costs by the units of output is attained	A. Average fixed costB. Average costC. Average variable costD. Marginal cost
17	During depression, a government prepares budget which is	A. Balanced B. Surplus C. Deficit D. Unbalanced
18	Law of diminishing marginal utility provides basis for:	A. Law of demand B. Law of equi marginal utility C. Law of supply D. Both (a) and (b)
19	One of the following is not advantage of international trade	A. Provision of necessities of life B. Imperfections of market C. Provision of medicines & D. Provision of necessities of defence
20	Number of factors of production is	A. One B. Two C. Three D. Four