

Principles of Economics Icom Part 1 English Medium Online Test

Sr	Questions	Answers Choice
1	Wages of temporary labourers are:	A. Fixed cost B. Marginal cost C. Total cost D. Variable cost
2	In case of international trade, trade restrictions are usually	A. Limited B. More C. Too much D. None of three
3	Utility is related with	A. Usefulness B. Useless C. Necessities D. Desire
4	If the rate of tax does not change with decrease or increase in the level of income, is called	A. Proportional tax B. Progressive tax C. Regressive tax D. value added tax
5	Unity method to measure elasticity of demand was presented by	A. Adam smith B. Robbins C. Marshall D. Keynes
6	Deductive method of economic study.	A. Systematic B. General to particular C. Universal to particular D. Both (b) and (c)
7	What can a firm do in the short run	A. Firm can increase its plants B. Firm can expand its building C. New firm can not enter the business D. New firm can enter the business
8	Shape of market supply curve is	A. Horizontal or parallel to ox curve B. Vertical or parallel to oy curve C. Positively sloping D. Negatively sloping
9	Which law is applicable when human and natural forces are balance?	A. Increasing cost B. Constant cost C. Diminishing cost D. Both (a) and (c)
10	When supply increases due to rise price, it is called:	A. Fall in supply B. Contraction in supply C. Expansion in supply D. Rise in supply
11	In Macro economies the vital role is played by:	A. Marshall B. J.R.Hicks C. Robbins D. Keynes
12	If the demand for commodity being produced increases, then a firm in the short run its variable factors	A. Increases B. Decreases C. Keeps the same D. None of three
13	What type of nature of Zakat is	A. Fixed B. Non fixed C. Elastic D. Changes along with the change in income
14	Prof Fisher presented quantity theory of money in the form of an equation in	A. 1905 B. 1911 C. 1915 D. 1917
15	River, sea, forests, rain are called	A. Land B. Labour C. Capital

		D. Organization
16	Which economist has stated the definition of balance of payments	A. Robbins B. Kindleberger C. Marshall D. Keynes
17	Cost of a firm on the optimum combination of factors of production is	A. Minimum B. Maximum C. Reasonable D. Positive
18	How many are kinds of theoretical economics	A. Two B. Three C. Four D. Five
19	Which is not counted in national income	A. Interests B. transfer payments C. Profits D. Rents
20	If 30% change in supply in response to 50% change in price then:	A. Es = 0 B. Es = 1 C. Es > 1 D. Es < 1