

Principles of Economics Icom Part 1 English Medium Online Test

| Qr. | Questions | Answers Choice |
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| Sr | "Money is a thing by which payments of agreements of borrowing and pricing are made and | A. Prof Marshall B. Prof Walker |
| 1 | general purchasing power is stored in it." This definition of money is stated by the economist | C. Prof Keynes D. Prof Crowther |
| 2 | Basic object of a firm is to get maximum: | A. Price B. Profit C. Production |
| | | D. All of three A. Price elasticity |
| 3 | If quantity demanded for a commodity changes due to the change in income, it is called | B. Point elasticity C. Cross elasticity D. Income elasticity |
| 4 | If price decreases but supply remains constant, it is called: | A. Fall in supply B. Contraction in supply C. Expansion in supply D. Rise in supply |
| 5 | The systematic record of visible and invisible exports and imports of a country in one year is called | A. Balance of trade B. Balance of payment C. External balance D. Internal balance |
| 6 | According to Prof. Jugglar a trade cycle comletes in | A. Five to six years B. Nine to ten years C. Ten to eleven years D. Eleven to twelve years |
| 7 | The base of international trade theory of Devid Ricardo is | A. Absolute advantage B. Comparative cost C. Cheaper cost D. Low cost |
| 8 | When marginal product remains positive, total product | A. Goes on decreasing B. Goes in increasing C. Becomes negative D. Does not change |
| 9 | One of the following is not advantage of paper money | A. Saving of metals B. Saving of coinage C. Easy transferability D. Perfectly inelastic supply |
| 10 | Utility of the last unit of a commodity consumed is called | A. Positive utility B. Negative utility C. Total utility D. Marginal utility |
| 11 | Comparative cost theory was presented by | A. Marshall B. Ricardo C. Hecksher D. Ohlin |
| 12 | One of the following is invisible item of balance of payment | A. Import of motor cars B. Exports of cotton C. Expenditure of passengers traveling by air D. Private investment in foreign country |
| 13 | Cost of a firm on the optimum combination of factors of production is | A. Minimum B. Maximum C. Reasonable D. Positive |
| 14 | River, sea, forests, rain are called | A. Land B. Labour C. Capital D. Organization |
| 15 | The unit of money by which the value of goods and services is expressed is called | A. Paper money B. Money of account C. Legal tender money |

| | | D. Near money |
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| 16 | Who said that economics is science of wealth | A. Adam smith B. Robbins C. Marshall D. Pigou |
| 17 | Which is not studied in macro economics | A. National incomeB. Money and bankingC. Price theoryD. Public finance |
| 18 | Direct taxes are not included in: | A. Personal income B. G.N.P C. G.D.P D. Disposable personal income |
| 19 | Which laws are definite and universal | A. Economic laws B. Moral laws C. State laws D. Scientific laws |
| 20 | Individual income means | A. Total of incomes received from any means by the people B. Total of incomes of entrepreneurs of the country C. Income of a particular person D. Income of a family |