Principles of Economics Icom Part 1 English Medium Online Test

Sr	Questions	Answers Choice
1	Kinds of supply according to period of time are	A. Two B. Three C. Four D. Five
2	Who did write the book named "General theory of employment, interest and money"	A. Marshall B. Pigou C. Adam Smith D. Keynes
3	In perfect competition number of firms is	A. One B. Two C. A few D. Large
4	Slope of demand curve is	A. Negative B. Positive C. zero D. fixed
5	When no satisfaction is attained by the consumption of a commodity, its marginal utility is	A. Zero B. Positive C. Negative D. Minimum
6	Who did write the book named "General theory of employment, interest and money	A. Robbins B. Pigou C. Keynes D. Cannon
7	One of the following is not included in the public expenditures	A. Courts B. Fee C. Public administration D. Defence
8	The additional cost which a firm has to bear in order to produce additional unit of output, are called	A. Average cost B. Marginal cost C. Fixed costs D. Variable costs
9	Private individuals are not allowed to fullfil their needs	A. To get loans from the friends B. To get financial help from the relatives C. To get loans from the domestic financial institutions D. To print notes
10	If demand does not change, despite a fall in price, is called	A. Fall of demand B. Rise of demand C. Contraction of demand D. Extension of demand
11	Methods of deriving economic laws are	A. Two B. Three C. Four D. Five
12	If currency can converted into gold, it is called:	A. Convertible paper money B. Inconvertible paper money C. Bank Money D. Both a and b
13	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
14	Shut down point appears, when	A. AVC=AR B. AVC>AR C. AVC<AR D. AC=AR
15	"Public finance deals with governments revenue and expenditure and it studies how government maintains balance between its revenue and expenditures" This definition is stead by	A. Dalton B. Armitage Smith C. Bastable

	This definition is stead by	D. pigou
16	Which economist did name economics as neutral science	A. Pigou B. Keynes C. Robbins D. Marshall
17	Net national product is found by	A. Subtracting tax from gross national product B. Subtracting transfer payments form gross national product C. Subtracting depreciation allowance from gross national product D. Subtracting subsidies from gross national product
18	According to law of demand, when price of a commodity decreases, then demand curve	A. Moves from left to right upward B. Moves from left to right downward C. Moves vertically D. Moves horizontally
19	When general price level increases due to increase in aggregate demand, it is known as?	A. Stagflation B. Hyper inflation C. Demand pull inflation D. Cost push inflation
20	Which economist said that abundance of definitions has pressed the neck of economics	A. Adam Smith B. Robbins C. Keynes D. Pigou