

Principles of Economics Icom Part 1 English Medium Online Test

Sr	Questions	Answers Choice
1	The first great depression was appeared in:	A. 1934 B. 1930 C. 1932 D. 1936
2	The trade transaction between the individuals of different areas of a country is called	A. Local trade B. Regional trade C. Domestic trade D. International trade
3	The term "Price Taker" is used in:	A. Perfect competition B. Oligopoly C. Monopoly D. Monopsony
4	Which one is not studied in micro economic	A. National income B. Consumer behavior C. Market equilibrium D. Firm's equilibrium
5	According to which economist, utility is measureable	A. Marshall B. Adam smith C. Robbins D. Keynes
6	In which year the book named "An enquiry into the nature and causes of the wealth of nations" was written	A. 1696 B. 1776 C. 1803 D. 1825
7	Concept of law of diminishing marginal utility was presented by professor	A. Marshall B. Robbins C. Keynes D. Pigou
8	"What performs the functions of money, is money" This definition of money is stated by	A. Prof Walker B. Prof Marshall C. Prof Crowther D. Prof Pigou
9	To which area of England Adam Smith belonged	A. Wales B. Scotland C. Ireland D. London
10	If supply does not change, then due to rise in demand, equilibrium price.	A. Increases B. Decreases C. Does not change D. Becomes zero
11	One of the following is not the assumption of quantity theory of money	A. Velocity of circulation of legal money should not change B. Velocity of Circulation of credit money should not change C. Quantity of hoardings should not change D. Quantity of goods and services should go on changing
12	Elasticity of demand for the commodities which have substitutes, is	A. More elastic B. Less elastic C. Infinite D. Zero
13	Main elements of circular flow of national income are	A. People or house holds B. Firms C. House holds and firms D. Industrial lists
14	According to law of diminishing marginal utility, marginal utility of a commodity	A. Increases B. Decreases C. Remains constant D. Become negative

15	Individuals of a country produce a certain quantity of goods and services using the resources of the country with the help of their capital, it is called national income this definition is presented by	A. Professor Marshall B. Professor Paul A Samuelson C. Professor Fisher D. Professor Pigou
16	How many are kinds of theoretical economics	A. Two B. Three C. Four D. Five
17	When average product is maximum, marginal product is:	A. Positive B. Equal to AP C. Zero D. Negative
18	Supply means	A. total money of a specific producer B. Number of buyers C. quantity of goods offered for sale at different prices D. purchasing power of quantity supplied
19	A good thing in private finance	A. Expenditures are equal to income B. Expenditure are more than income C. Income is more than expenditures D. a and b both
20	When average cost falls, marginal cost is - - - - - average cost	A. Less than B. More than C. Equal to D. None of three