

## Principles of Economics Icom Part 1 English Medium Online Test

| Sr | Questions   | Answers Choice   |
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| Si | Questions   |  |
| 1  | 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                      |
| 2  | The ratio of change in income to change in investment is known as:                                  | A. Multiplier B. Accelrator C. MEC D. Both a and b   |
| 3  | Under perfect competition average revenue is always marginal revenue                                | A. Equal to B. Less than C. More than D. None of three   |
| 4  | Monopoly is opposite to   | A. Perfect competition B. Imperfect competition C. Perfect competition and imperfect competition both D. Oligopoly |
| 5  | kinds of money are  | A. Three B. Four C. Five D. Seven  |
| 6  | By which money business dealing has become easy   | A. Metalic money B. Paper money C. Credit money D. Near money  |
| 7  | Ceteris paribus means:  | A. Other things remain the same<br>B. Assumptions of the law<br>C. Conditions of the law<br>D. All of them         |
| 8  | Meteorological theory of trade cycle was presented by:  | A. Joseph Schumpeter B. Habson Foster C. Jevons D. Hawtray   |
| 9  | All the factors of production can be hired except   | A. Land B. Labour C. Capital D. Organization   |
| 10 | In balance of payment are included  | A. Visible items B. Invisible items C. Visible and invisible items D. Material items                               |
| 11 | The conditions which are essentially kept constant for the application of economic laws, are called | A. Changes B. Assumptions C. Limitations D. Theories   |
| 12 | 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                                |
| 13 | Cannot be separated from labourer   | A. Land B. Labour C. Capital D. Organization   |
| 14 | Marshall belonged to the country  | A. America B. England C. France D. Japan   |
| 15 | To derive economic laws inductive method was adopted by   | A. Classical school of thought B. Neo classical school of thought C. Historical school of thought                  |

|    |  | D. Modern school of thought   |
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| 16 | A monopolistic firm has control of   | A. Whole market supply by one firm     B. Whole market supply by two firms     C. Whole market supply by a few firms     D. None of these |
| 17 | The sector of production, in which nature and human beings play an equal role, there is applicable | A. Law of decreasing return B. Law of decreasing cost C. Law of increasing return D. Law of constant return                               |
| 18 | This paper notes which can be converted into gold, silver or foreign exchange are called           | A. Standard money     B. Unlimited legal tender money     C. Convertible paper money     D. Inconvertible paper money                     |
| 19 | When supply increases due to other factors besides price, it is called                             | A. Extension of supply B. Contraction of supply C. Rise of supply D. Fall of supply   |
| 20 | When marginal utility is zero, then total utility is   | A. Minimum B. Positive C. Maximum D. Zero   |