Principles of Economics Icom Part 1 English Medium Online Test

Sr	Questions	Answers Choice
1	The ratio of change in income to change in investment is known as:	A. Multiplier B. Accelrator C. MEC D. Both a and b
2	The conditions which are essentially kept constant for the application of economic laws, are called	A. Changes B. Assumptions C. Limitations D. Theories
3	Who did write the book named "General theory of employment, interest and money"	A. Marshall B. Pigou C. Adam Smith D. Keynes
4	Economics is a science:	A. Political B. Spiritual C. Social D. Scientific
5	A system where the goods are exchanged with money is known as:	A. Monetary system B. Barter system C. Coins system D. Modified system
6	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
7	Intersection of demand and supply curve is called	A. Equilibrium of firm B. Equilibrium of demand C. Equilibrium of supply D. Equilibrium point
8	Branches of public finance are	A. Two B. Three C. Four D. Five
9	According to professor Ackley Gardener, amounts are included in national income	A. Wages B. Rents and interests C. Profits D. All the three
10	What is the reward of Organization ?	A. Rent B. Wage C. Interest D. Profit
11	Oligopoly means:	A. Single seller B. Two seller C. Multiple sellers D. Multiple buyers
12	Till marginal cost curve remains below the marginal revenue curve, from the economic point of view, increase in production for a firm is	A. Beneficial B. Unbeneficial C. May be beneficial or unbeneficial D. Neither beneficial nor unbeneficial
13	The trade that takes place between the individuals living in different areas of a country is called	A. Domestic trade B. International trade C. Foreign trade D. Regional Trade
14	If income of government is more than its expenditures, then it is a	A. Surplus budget B. Deficit budget C. Development budget D. Balanced budget
15	Which laws are definite and universal	A. Economic laws B. Moral laws C. State laws D. Scientific laws

16	The decreasing part of TU curve shows:	A. MU is zero B. MU is negative C. MU is increasing D. MU is decreasing
17	Another name of unitary method is	A. Total satisfiaction method B. Total expenditure method C. Total revenue method D. Both 2nd and 3rd
18	Dividing total costs by the units of output is attained	A. Average fixed cost B. Average cost C. Average variable cost D. Marginal cost
19	Market value of all final goods and services is known as:	A. N.I B. G.N.P C. N.N.P D. Both a and b
20	If supply does not change, then due to fall of demand	A. Equilibrium price decreases B. Equilibrium price increases C. Equilibrium price does not change D. Equilibrium quantity increases