

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

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Sr	Questions	Answers Choice
1	Market price will be determined where	A. Supply is more than demand     B. Demand is more than supply     C. Demand and supply are equal     D. Demand is less elastic and supply is more elastic
2	Depreciation means:	A. Wear and Tear B. Reduction in value C. Decrease in value D. All of these
3	Which law is applicable when human and natural forces are balance?	A. Increasing cost B. Constant cost C. Diminishing cost D. Both (a) and (c)
4	Who did criticise the definition of Robbins	A. Marshall B. J.B. Clark C. Beveridge D. Pigou
5	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
6	Under perfect competition, marginal revenue and average revenue curves	A. Moves from left to right upward B. Moves from left to right downward C. Remain parallel to x-axis D. Remain parallel to y-axis
7	One is not included in measuring National income	<ul><li>A. Wage of labour</li><li>B. services of house lady</li><li>C. Agricultural production</li><li>D. Industrial production</li></ul>
8	In case of perfectly elastic supply or infinite elasticity of supply, supply curve is	A. Horizontal (parallel to x-axis) B. Vertical (parallel to y-axis) C. Positive sloped D. Negative sloped
9	According to Neo Classical economists, Economics is science of	A. Scarcity of means B. Material welfare C. Wealth D. Unlimited wants
10	Ceteris paribus means:	A. Other things remain the same B. Assumptions of the law C. Conditions of the law D. All of them
11	Marginal productivity theory was presented by:	A. Pigou and Cannon B. Adam Smith and F.A. Walker C. Keynes and Semeulson D. Marshall and J.B. Clark
12	Slope of average revenue and marginal revenue cures under monopoly is	A. positive B. negative C. zero D. none of three
13	Not acting upon economic laws	A. One gets punishment B. Economy faces loss C. Only the people not acting, face loss D. No one is influenced
14	Who said that utility cannot be measured	A. Adam smith B. Marshall C. Keynes D. Hicks
15	Movement on the same demand curve is called:	A. Increase is demand B. Rise and fall in demand C. Decrease in demand

	D. Expansions and contraction in demand
Factors of production are:	A. Two B. Three C. Four D. Five
Balance of visible goods of a country mean	A. Quantity of imports & Departs B. Value of imports & Departs C. Value of imported & Departs C. Value of imported & Departs C. Value of imported & Departs D. Value D. Value of imported & Departs D. Value of imported
Curve of law of diminishing marginal utility	A. Moves from left to right downward B. Moves from left to right upward C. Firstly it has a tendency to rise up and after a certain limit it starts falling D. It is parallel to ox-axis
Law of constant return is also known as:	A. Increasing cost B. Constant cost C. Diminishing cost D. Both (a) and (c)
If supply rises more proportionately than that of demand, then	A. Equilibrium price increases B. Equilibrium price decreases C. Equilibrium price does not change D. Equilibrium quantity decreases
	Balance of visible goods of a country mean  Curve of law of diminishing marginal utility  Law of constant return is also known as: