Principles of Economics Icom Part 1 English Medium Chapter 2 Online Test

Sr	Questions	Answers Choice
1	When marginal utility is zero, than total utility is:	A. Minimum B. Positive C. Maximum D. Zero
2	When marginal utility is positive, total utility	A. Goes on decreasing B. Goes on increasing C. Does not change D. Is zero
3	Utility of the last unit of a commodity consumed is called	A. Positive utility B. Negative utility C. Total utility D. Marginal utility
4	Other things remaining the same, marginal utility of a commodity diminishes with its continuous consumption. This law is called	A. Law of diminishing marginal utility B. Law of equi marginal utility C. Law of demand D. Law of decreasing return
5	Which economist stated that utility is not measurable	A. Adam Smith B. Marshall C. Cannon D. Hicks
6	Which law is applied when marginal utilities of all the purchased goods become equal to each other	A. Law of diminishing marginal utility B. Law of equi marginal utility C. Law of demand D. Law of increasing return
7	When marginal utility is zero, then total utility is	A. Minimum B. Positive C. Maximum D. Zero
8	Which economist did present, cardinal theory of utility	A. Marshall B. Karoos C. Cannon D. J.B. Say
9	Who said that utility cannot be measured	A. Adam smith B. Marshall C. Keynes D. Hicks
10	Marginal utility always:	A. Decreases B. Increases C. Zero D. Negative
11	When marginal utility is negative, total utility:	A. Decreases B. Increases C. Does not change D. Negative
12	Consumer's equilibrium takes place at that point where:	A. MU is negative B. MU is positve C. TU is maximum D. MU is maximum
13	Utility of a commodity is zero, when	A. Want is satisfied upto a certain extent B. Want is fully satisfied C. Utility is positive D. Want is not satisfied
14	TU is maximum where MU of all goods is:	A. Minimum B. Maximum C. Negative D. Equal
15	Total utility increases when marginal utility is	A. Positive B. Negative C. Zero

		D. Minimum
16	Objective of a rational consumer is	A. To save maximum amount from his limited income B. To buy goods at minimum price C. Best choice from existing economic goods D. To attain maximum utility from the spent amount
17	According to law of diminishing marginal utility, Utility of every new (Additional) unit of commodity	A. Increases B. Decreases C. Remains constant D. None of these
18	Consumer goods are those goods which the consumers consume	A. Directly B. Indirectly C. Sometimes D. Never
19	When total utility is decreasing, marginal utility is	A. Zero B. Positive C. Negative D. Maximum
20	According to which economist, utility is measureable	A. Marshall B. Adam smith C. Robbins D. Keynes