NAT I Commerce Economics

Sr	Questions	Answers Choice
1	The elasticity of demand of durable goods is:	A. Zero B. More than unity C. Less than unity D. Equal to unity
2	If total expenditure decreases with the rise in price elasticity of demand will be	A. Equal to unity B. Less than unity C. Greater than unity D. Equal to zero
3	The economy gets maximum prosperity during:	A. Recession B. Recovery C. Boom D. Depression
4	In inflation prices:	A. Increase B. Do not change C. Decrease D. Become zero
5	Who is responsible for profit and loss in the business:	A. Capitalist B. Entrepreneur C. Labour D. Middleman
6	When national income is increases:	A. Standard of living increases B. Standard of living decreases C. Remains same D. Bad thing
7	The other name of law of diminishing return is:	A. Law of supply B. Law of diminishing marginal utility C. Law of demand D. Law of increasing cost
8	Which economist presented the Cardinal Theory of Utility:	A. Marshall B. Canon C. Kroose D. J.B Say
9	When price falls supply:	A. Expands B. Remains zero C. Contrasts D. Become fixed
10	The other name of law of decreasing return is:	A. Law of decreasing cost B. Law of increasing cost C. Law of constant cost D. Law of increasing returns
11	Consumer goods are those goods which are used by a man:	A. Directly B. Off and On C. Indirectly D. Never
12	Income elasticity show the relationship between:	A. Income and demand B. Income and consumption C. Income and price D. Income and saving
13	Who criticized Prof.Robbin's definition?	A. Marshall,J.B B. Beveridge C. Clark D.

		14.444444656372O7px;">Pigeou
14	Rent of building is included in:	A. Fixed cost B. Variable cost C. Marginal cost D. Selling cost
15	The supply of perishable goods is:	A. Fixed B. Variable C. Minor change D. Zero
16	In monopoly the number of firms is:	A. One B. Three C. Two D. Unlimited
17	Average revenue is equal to:	A. Price B. Marginal revenue C. Total revenue D. Average cost
18	Which Economists presented the law of diminishing marginal utility:	A. Robbins B. Malthus C. Adam Smith D. Marshall
19	Inflation will be useful for:	A. Labourers B. Industrialist C. Consumers D. Pensioners
20	The quality of a commodity which satisfies the human wants:	A. Usefulness B. Loss C. Utility D. Return