Principles of Economics Icom Part 1 English Medium Online Test

Sr	Questions	Answers Choice
1	Which money is not legally backed	A. Metallic money B. Paper money C. Credit money D. Near money
2	national income is found by	A. Subtracting depreciation allowance from gross national product B. Subtracting indirect taxes from net national product C. Adding subsidies in net national product D. Subtracting indirect taxes and adding subsidies in net national product
3	Public finance and private finance are of each other	A. Opposite B. Synonymous C. Similar & different D. None of three
4	One of the following is not the assumption of quantity theory of money	A. Velocity of circulation of legal money should not change B. Velocity of Circulation of credit money should not change C. Quantity of hoardings should not change D. Quantity of goods and services should go on changing
5	The costs which a firm bear only in case of producing commodities	A. Fixed costs B. Variable costs C. Total costs D. Average fixed cost
6	When marginal utility is negative, then total utility	A. Decreases B. Increases C. Does not change D. Becomes negative
7	At equilibrium price, demand and supply	A. Increase B. Become equal C. Decrease D. are different
8	The rate change in total cost is:	A. TR B. MC C. MR D. TC
9	Which of the following is not invisible trade	A. Expenditure on education in other country B. Expenditure on imported machinery C. Expenditure of passengers traveling by air D. Expenditure of goods carried by a ship
10	The difference between the value of total export and imports of both visible and invisible items is known as:	A. Balance of payments B. Balance of trade C. Internal trade D. Both a and b
11	Who did say that Economics is science of material welfare	A. Adam smith B. Marshall C. Ricardo D. Robbins
12	In which year international monetary fund was established:	A. 1941 B. 1944 C. 1945 D. 1947
		A. Demand

13	Increasing function of price is	B. Supply C. Utility D. Cosnsumption
14	When marginal utility is zero, then total utility is	A. Minimum B. Positive C. Maximum D. Zero
15	Who said that you can not become good citizen if you have no economist with you	A. Marshall B. Pigou C. Keynes D. Voton
16	In order to satisfy some wants, more than one commodities are needed. Demand for such commodities is called	A. Joint demand B. Composite demand C. Derived demand D. Direct demand
17	During the phase of recession prices of goods	A. Start rising B. Start falling C. are highest D. are lowest
18	Under perfect competition average revenue is equal to:	A. Average cost B. Price C. Marginal revenue D. Both b and c
19	A firm gains normat profit, where:	A. P=AC B. P>AC C. P<AC D. AC>AR
20	One of the following is non economic want:	A. Car B. Bike C. Fan D. Self respect