

## Terminology Online Test

Sr	Questions	Answers Choice
1	What is a 'Quasi-rents'?	A. Are in the nature of free gifts   B. May be applicable to all factors of production   C. comprise of all the returns to firm in excess of the returns of the marginal firm   D. All the above  
2	The unproductive expenditure of the rich is Necessary to the employment of the poor:	A. An impediment to the growth of an economy   B. Having no bearing on the economy of the rich   C. Having no bearing on the economy   D. having bearing only on the economy of the rich  
3	The allocation of scarce resources and nearly all other economic activity stems from ritual habit or custom:	A. Mixed economy   B. Capitalism   C. Traditional economy   D. communism  
4	An increase in cost will:	A. Shift aggregate demand   B. Shift aggregate supply   C. Reduce the natural rate of Unemployment   D. Increase the natural rate of unemployment  
5	An increase in aggregate demand is more likely to lead to demand id more likely to lead to demand pull inflation if:	A. Aggregates supply is perfectly elastic   B. Aggregate supply is perfectly inelastic   C. Aggregates supply is relatively elastic   D. Aggregate supply is relatively elastic  
6	Which country is the largest wheat producing country of the world?	A. India   B. China   C. America   D. Switzerland  
7	If the price elasticity of demand is unit then a fall in price:	A. Reduces revenue   B. Leaves revenue unchanged   C. Increases revenue   D. Reduces costs  
8	An increase in price all other things unchanged leads to:	A. Shift demand out outwards   B. Shift demand inwards   C. A Contraction of demand   D. An extension of demand  
9	The concept of premium applies to a person that is:	A. Risk loving   B. Risk averse   C. Risk neutral   D. None of them  
10	Who wrote "An inquiry into the Nature and Causes of the Wealth of National"?	A. Lionel Robbins   B. Adam Smith   C. Paul Samuelson   D. Enrico Barone  