

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

Sr	Questions	Answers Choice
1	When total utility is increasing marginal utility is	A. Zero B. Positive C. Negative D. Maximum
2	When total utility is decreasing, marginal utility is	A. Zero B. Positive C. Negative D. Maximum
3	When no satisfaction is attained by the consumption of a commodity, its marginal utility is	A. Zero B. Positive C. Negative D. Minimum
4	Want of a commodity is satisfied, when its marginal utility is	A. Positive B. Zero C. Negative D. Minimum
5	Consumer goods are those goods which the consumers consume	A. Directly B. Indirectly C. Sometimes D. Never
6	According to law of diminishing marginal utility, marginal utility of a commodity	A. Increases B. Decreases C. Remains constant D. Become negative
7	Which economist did present, cardinal theory of utility	A. Marshall B. Karoos C. Cannon D. J.B. Say
8	One of the following is not assumption of law of diminishing marginal utility	A. Same nature of the commodity B. Consumption of the commodity with intervals C. Suitable quantity of the commodity D. No change in consumers mental condition
9	On which of the following law of diminishing marginal utility is applicable	A. Money and wealth B. Historical articles C. Normal goods of need D. Narcotics
10	Which economist stated that utility is not measurable	A. Adam Smith B. Marshall C. Cannon D. Hicks
11	Economist who presented the first law of consumption	A. Marshall B. Adam smith C. Robbins D. Pigou
12	Marginal utility curve moves	A. From left to right downward B. From left to right upward C. Parallel to ox axis D. Parallel to oy axis
13	Slope of marginal utility curve is	A. Positive B. Negative C. Vertical D. Horizontal
14	Which law provides the base of law of demand	A. Law of supply B. Law of diminishing marginal utility C. Law of equi marginal utility D. Law of decreasing return
15	Total utility decreases when marginal utility is	A. Positive B. Negative C. Zero

