

Principles of Economics Icom Part 1 English Medium Chapter 3 Online Test

Sr	Questions	Answers Choice
1	If supply increase due to increase in price, it is called	A. Extension of supply B. Contraction of supply C. Rise of supply D. Fall of supply
2	Due to fall in demand, curve shifts to	A. Right B. Left C. Both sides D. None of these
3	Due to rise in demand, demand curve shifts to	A. Right B. Left C. Both sides D. None of these
4	Non elastic demand curve is	A. positive B. negative C. vertical D. horizontal
5	What functional relationship is present between demand and price	A. positive B. inverse C. increasing D. none of these
6	With an increase in the price of any good its substitutes will have	A. a fall in its price B. an increase in its prices C. an increase in its demand D. a decrease in its price
7	The demand curve slopes	A. upwards B. Horizontal C. vertical D. downward to the right
8	The cause of rise and fall of demand is	A. income B. price C. population D. Both 1st and 3rd
9	The cause of extension and contraction of demand is	A. Income B. Price C. Population D. Technology
10	Second name of unitary method is	A. Method of total satisfaction B. total expenditure method C. total revenue method D. Both 2nd and 3rd
11	When there are small and minor changes in price and demand then	A. Price elasticity B. Income elasticity C. Cross elasticity D. Point elasticity
12	Another name of unitary method is	A. Total satisfaction method B. Total expenditure method C. Total revenue method D. Both 2nd and 3rd
13	If quantity demanded for a commodity changes due to the change in income, it is called	A. Price elasticity B. Point elasticity C. Cross elasticity D. Income elasticity
14	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
15	Demand for the commodities having different uses	A. Less elastic B. More elastic C. Perfectly inelastic D. Infinitely elastic

