

Principles of Economics Icom Part 1 English Medium Chapter 5 Online Test

Sr	Questions	Answers Choice
1	If supply does not change, then due to rise in demand, equilibrium price.	A. Increases B. Decreases C. Does not change D. Becomes zero
2	In the market period supply is:	A. Variable B. Fixed C. Zero D. Positive
3	When demand and supply rise in equal proportion, the equilibrium price will:	A. Fall B. Rise C. Constant D. None of those
4	Supply of the one of the following is not fixed:	A. Vegetable B. Fruit C. Milk D. Motor bike
5	Supply is Fixed of:	A. Perishable goods B. Free goods C. Durable goods D. Substitute goods
6	When Demand > Supply it will be:	A. Shortage B. Less supply C. More demand D. Surplus
7	Equilibrium price is determined in.	A. Perfect market B. Imperfect market C. Monopoly D. None of these
8	Supply curve of perishable goods is:	A. Horizontal B. Vertical C. Infinite D. All of them
9	Price of perishable goods is determined in:	A. Very short period B. Very long period C. Day to Day D. Both (a) and (c)
10	Equilibrium price is determined where:	A. $D = S$ B. $D > S$ C. $D < S$ D. Both (b) and (c)
11	Market equilibrium take place where:	A. $D = S$ B. $D > S$ C. $D < S$ D. Both (b) and (c)
12	Under constant return, the slope of marginal product curve is	A. Positive B. Negative C. Infinite D. Zero
13	Under increasing return, the slope of marginal product curve is	A. Positive B. Negative C. Infinite D. Zero
14	Under decreasing return, the slope of marginal product curve is	A. Negative B. Positive C. Infinite D. Zero
15	When marginal product is zero, total product is	A. Maximum B. Minimum C. Negative D. Zero

