

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

Sr	Questions	Answers Choice
1	The number of laws of cost are	A. One B. Two C. Three D. Four
2	Change in total production is called	A. Marginal production B. Zero production C. Total production D. Average production
3	Law of decreasing return is immediately applied on	A. Agriculture B. Trade C. Industry D. Construction
4	Applied on agriculture immediately	A. Law of increasing return B. Law of substitution C. Law of decreasing return D. Law of decreasing cost
5	According to classical economics, production process is under laws	A. Two B. Three C. Four D. Five
6	In law of increasing cost, marginal cost	A. Increases B. Decreases C. Remains constant D. Remains fixed
7	In law of decreasing cost, marginal cost	A. Increases B. Decreases C. Remains constant D. Does not change
8	In perfect competition number of firms is	A. One B. Two C. A few D. Large
9	In law of constant return, marginal product	A. Increases B. Decreases C. Remains constant D. Remains changing
10	In law of decreasing return, marginal product	A. Increases B. Decreases C. Remains constant D. Does not change
11	Increasing marginal product shows the law	A. Law of increasing return B. Law of constant return C. Law of decreasing return D. Law of diminishing marginal utility
12	Laws of return are	A. Two B. Three C. Four D. Five
13	Total product decreases, when marginal product is	A. Positive B. Negative C. Zero D. None of these
14	When marginal product remains positive, total product	A. Goes on decreasing B. Goes in increasing C. Becomes negative D. Does not change
15	Production which is produced with a particular combination of factors of production, is called	A. Total product B. Average product C. Marginal product D. Positive product

