

Principles of Economics Icom Part 1 English Medium Chapter 9 Online Test

Sr	Questions	Answers Choice
1	How many conditions of firm's equilibrium are there ?	A. One B. Two C. Three D. Four
2	A firm suffers abnormal losse, when:	A. $AC = AR$ B. $AVC = AR$ C. $AVC < AR$ D. $AVC > AR$
3	A firm gains abnormal profit, when:	A. $TR = TC$ B. $TR > TC$ C. $TR < TC$ D. $MC = MR$
4	A firm gains normat profit, where:	A. $P=AC$ B. $P > AC$ C. $P < AC$ D. $AC > AR$
5	Basic object of a firm is to get maximum:	A. Price B. Profit C. Production D. All of three
6	A firm is in equilibrium, where:	A. $AR = MR$ B. $AC = MC$ C. $AC = MR$ D. $MC = MR$
7	Equilibrium of national income is, when	A. $S > 1$ B. $S = 1$ C. $S < 1$ D. S and 1
8	After deducting direct tax from personal income, it is called	A. National income B. personal income C. Disposable personal income D. per capital income
9	One is not included in measuring National income	A. Wage of labour B. services of house lady C. Agricultural production D. Industrial production
10	According to whom economist, National income is the name of the total of production of goods and services	A. Adam smith B. Marshall C. Fisher D. Pigou
11	Expenses of wears and tears of machinery are called	A. Productive expenses B. Non productive expenses C. Wages D. Depreciation expenses
12	What is deducted from the GNP to get GDP	A. Depreciation allowances B. Net income received from abroad C. Indirect tax D. Transnfer payments
13	What remains after the deduction of direct tax from the personal income	A. NNP B. NNI C. DPI D. GNP
14	Which is subtracted from gross national product to find gross domestic product	A. Depreciation allowance B. Net income received from foreign sources C. Indirect taxes D. Transfer payments
15	Because of increase in national income	A. Standard of living rises B. Standard of living falls C. No change occurs

