

Principles of Economics Icom Part 1 English Medium Online Test

Sr	Questions	Answers Choice
1	At least one factor is fixed in:	A. Market period B. Long period C. Short period D. All of three
2	Law of diminishing return is more applicable in:	A. Trade sector B. Industrial sector C. Agricultural sector D. Education sector
3	Which law is applicable when human and natural forces are balance ?	A. Increasing cost B. Constant cost C. Diminishing cost D. Both (a) and (c)
4	Law of increasing return is more applicable in:	A. Trade sector B. Industrial sector C. Agricultural sector D. Power sector
5	Law of decreasing return is also known as:	A. Increasing cost B. Constant cost C. Diminishing cost D. Both (a) and (c)
6	Law of constant return is also known as:	A. Increasing cost B. Constant cost C. Diminishing cost D. Both (a) and (c)
7	Law of increasing return is also known as:	A. Increasing cost B. Constant cost C. Diminishing cost D. Both (a) and (c)
8	When average product is maximum, marginal product is:	A. Positive B. Equal to AP C. Zero D. Negative
9	Laws of returns are also known as:	A. Laws of substitution B. Laws of consumption C. Laws of cost D. All of three
10	When average product increases, marginal product is:	A. Also increases B. Decreases C. Zero D. Negative
11	When total production decreases, marginal product is:	A. Positive B. Negative C. Zero D. Infinite
12	When total production is maximum, marginal product is:	A. Positive B. Negative C. Zero D. Infinite
13	When total production increases, marginal product is:	A. Positive B. Negative C. Zero D. Infinite
14	According to neo classical approach, output is the function of:	A. Labour B. Capital C. Organization D. Both (a) and (b)
15	The factor of production which is result of human struggle.	A. Land B. Labour C. Capital D. Organization

