

## Principles of Economics Icom Part 1 English Medium Online Test

Sr	Questions	Answers Choice
1	When demand increases due to change in other factors it is known as:	A. Contraction in demand B. Expansion and contraction in demand C. Expansion in demand D. Rise in demand
2	In case of fall in demand, demand curve shifts:	A. Left side B. Right side C. Downward D. Both (a) and (c)
3	In case of rise in demand, demand curve shifts:	A. Right side B. Downward C. Upward D. (a) and (c)
4	Movement on the same demand curve is called:	A. Increase in demand B. Rise and fall in demand C. Decrease in demand D. Expansions and contraction in demand
5	Demand for Giffen goods is:	A. Negative B. Vertical C. Positive D. All of them
6	Some inferior goods having expensive substitutes are known as:	A. Economic goods B. Giffen goods C. Non-economic goods D. Free goods
7	Price and demand has a relationship:	A. Negative B. Positive C. Functional D. Both a & c
8	Desire + Purchasing power is equal to:	A. Demand B. Supply C. Income D. Utility
9	The term demand in economics means:	A. Desire B. Purchasing C. Need D. Both (a) and (b)
10	The price of non-economic want is always:	A. Very high B. Very Low C. Negative D. Zero
11	Who said that utility cannot be measured	A. Adam smith B. Marshall C. Keynes D. Hicks
12	One of the following is non economic want:	A. Car B. Bike C. Fan D. Self respect
13	Consumer's equilibrium takes place at that point where:	A. MU is negative B. MU is positive C. TU is maximum D. MU is maximum
14	TU is maximum where MU of all goods is:	A. Minimum B. Maximum C. Negative D. Equal
15	Law of equi-marginal utility is also known as:	A. Total utility maximizing law B. Law of substitution C. Law of indifference

