

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

Sr	Questions	Answers Choice
1	Law of diminishing marginal utility provides basis for:	A. Law of demand B. Law of equi marginal utility C. Law of supply D. Both (a) and (b)
2	The decreasing part of TU curve shows:	A. MU is zero B. MU is negative C. MU is increasing D. MU is decreasing
3	First law of consumption is known as:	A. Law of supply B. Law of demand C. Law of diminishing marginal utility D. Law of equi marginal utility
4	Capital goods are those which can satisfy human wants:	A. Directly B. Indirectly C. Proportionate D. None of these
5	Total utility always:	A. Decreases B. 1st increases then decreases C. Maximum D. Negative
6	Marginal utility always:	A. Decreases B. Increases C. Zero D. Negative
7	When marginal utility is negative, total utility:	A. Decreases B. Increases C. Does not change D. Negative
8	When marginal utility is zero, than total utility is:	A. Minimum B. Positive C. Maximum D. Zero
9	When marginal utility is positive, total utility:	A. Decreases B. Increases C. Zero D. All of them
10	Initial utility of a product is:	A. Highest B. Lowest C. Constant D. All of these
11	The term marginal in economics means:	A. An additional unit B. Change in unit C. Last unit D. All of them
12	Cardinal utility approach was presented by:	A. Adam smith B. Keynes C. Robbins D. Marshall
13	Human wants are:	A. Limited B. Unlimited C. Re-appear D. Both (b) and (c)
14	The power of a good or service to satisfy a human want is called:	A. Value B. Price C. Utility D. All of them
15	The concept of utility is:	A. Subjective B. Moral C. Objective D. Neutral

