

Principles of Economics Icom Part 1 English Medium Online Test

Sr	Questions	Answers Choice
1	Average revenue is equal to	A. Price B. Total revenue C. Marginal revenue D. Average cost
2	Additional amount of money which a firm gets by selling an additional unit of output is called	A. Average revenue B. Marginal revenue C. Total revenue D. Revenue
3	Under constant return, the slope of marginal product curve is	A. Positive B. Negative C. Infinite D. Zero
4	Under increasing return, the slope of marginal product curve is	A. Positive B. Negative C. Infinite D. Zero
5	Under decreasing return, the slope of marginal product curve is	A. Negative B. Positive C. Infinite D. Zero
6	When marginal product is zero, total product is	A. Maximum B. Minimum C. Negative D. Zero
7	The number of laws of cost are	A. One B. Two C. Three D. Four
8	Change in total production is called	A. Marginal production B. Zero production C. Total production D. Average production
9	Law of decreasing return is immediately applied on	A. Agriculture B. Trade C. Industry D. Construction
10	Applied on agriculture immediately	A. Law of increasing return B. Law of substitution C. Law of decreasing return D. Law of decreasing cost
11	According to classical economics, production process is under laws	A. Two B. Three C. Four D. Five
12	In law of increasing cost, marginal cost	A. Increases B. Decreases C. Remains constant D. Remains fixed
13	In law of decreasing cost, marginal cost	A. Increases B. Decreases C. Remains constant D. Does not change
14	In perfect competition number of firms is	A. One B. Two C. A few D. Large
15	In law of constant return, marginal product	A. Increases B. Decreases C. Remains constant D. Remains changing

