

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

| Sr | Questions   | Answers Choice   |
|----|---|--|
| 1  | Guides finance minister for levying tax on the income of the people                         | A. Law of demand<br>B. Law of equi marginal utility<br>C. Law of diminishing marginal utility<br>D. Law of supply  |
| 2  | Concept of law of diminishing marginal utility was presented by professor                   | A. Marshall<br>B. Robbins<br>C. Keynes<br>D. Pigou   |
| 3  | Utility attained by the consumption of first unit of a commodity is called                  | A. Positive utility<br>B. Negative utility<br>C. Initial utility<br>D. Zero utility  |
| 4  | The name of first law of consumption is   | A. Law of demand<br>B. Law of diminishing marginal utility<br>C. Law of equi marginal utility<br>D. Law of supply  |
| 5  | Marginal utility at the point of satiety is   | A. Zero<br>B. Positive<br>C. Negative<br>D. Initial  |
| 6  | When total utility is increasing marginal utility is  | A. Zero<br>B. Positive<br>C. Negative<br>D. Maximum  |
| 7  | When total utility is decreasing, marginal utility is                                       | A. Zero<br>B. Positive<br>C. Negative<br>D. Maximum  |
| 8  | When no satisfaction is attained by the consumption of a commodity, its marginal utility is | A. Zero<br>B. Positive<br>C. Negative<br>D. Minimum  |
| 9  | Want of a commodity is satisfied, when its marginal utility is                              | A. Positive<br>B. Zero<br>C. Negative<br>D. Minimum  |
| 10 | Consumer goods are those goods which the consumers consume                                  | A. Directly<br>B. Indirectly<br>C. Sometimes<br>D. Never   |
| 11 | According to law of diminishing marginal utility, marginal utility of a commodity           | A. Increases<br>B. Decreases<br>C. Remains constant<br>D. Become negative  |
| 12 | Which economist did present, cardinal theory of utility                                     | A. Marshall<br>B. Karoos<br>C. Cannon<br>D. J.B. Say   |
| 13 | One of the following is not assumption of law of diminishing marginal utility               | A. Same nature of the commodity<br>B. Consumption of the commodity with intervals<br>C. Suitable quantity of the commodity<br>D. No change in consumers mental condition |
| 14 | On which of the following law of diminishing marginal utility is applicable                 | A. Money and wealth<br>B. Historical articles<br>C. Normal goods of need<br>D. Narcotics   |
| 15 | Which economist stated that utility is not measurable                                       | A. Adam Smith<br>B. Marshall<br>C. Cannon<br>D. J.B. Say   |

