

Principles of Economics Icom Part 1 English Medium Online Test

Sr	Questions	Answers Choice
1	Duopoly refers to:	A. Single seller B. Two seller C. Multiple sellers D. Multiple buyers
2	Monopoly refers to:	A. Single buyer B. Single seller C. Single producer D. Both b and c
3	Difference between total revenue and total cost presents:	A. Price B. Profit C. Production D. Loss
4	At shut down position:	A. $AC = AR$ B. $AVC = AR$ C. $AVC < AR$ D. $AVC > AR$
5	How many conditions of firm's equilibrium are there ?	A. One B. Two C. Three D. Four
6	A firm suffers abnormal losse, when:	A. $AC = AR$ B. $AVC = AR$ C. $AVC < AR$ D. $AVC > AR$
7	A firm gains abnormal profit, when:	A. $TR = TC$ B. $TR > TC$ C. $TR < TC$ D. $MC = MR$
8	A firm gains normat profit, where:	A. $P = AC$ B. $P > AC$ C. $P < AC$ D. $AC > AR$
9	Basic object of a firm is to get maximum:	A. Price B. Profit C. Production D. All of three
10	A firm is in equilibrium, where:	A. $AR = MR$ B. $AC = MC$ C. $AC = MR$ D. $MC = MR$
11	Wages of permanent labourers are:	A. Fixed cost B. Marginal cost C. Total cost D. Variable cost
12	Wages of temporary labourers are:	A. Fixed cost B. Marginal cost C. Total cost D. Variable cost
13	Self owned resources are known as:	A. Implicit cost B. Explicit cost C. Opportunity cost D. Sunk cost
14	Under perfect competition:	A. $AR > MR$ B. $AR < MR$ C. $AR = MR$ D. All of three
15	AR curve is also called:	A. Supply curve B. Demand curve C. Utility curve D. Cost curve

