

## ECO MCQS 1

## QUESTIONS

## SECTIONS

## 1. Section A - 20 Questions

## Section 1 : Section A - 20 Questions

1 The branch of economics that deals with the allocation of resources.

- a) Microeconomics                      b) Macroeconomics  
c) Econometrics                          d) None of the above

- ☐ a, b & c  
☐ a and b  
☐ Only a  
☐ None of these

Correct: +1

2 This is the feature of Macro-Economics.

- a) Income Theory                      b) Study of aggregates  
c) Lumping Method                      d) Policy oriented

- ☐ a, b, c and d  
☐ a, b and d  
☐ a, b, and c  
☐ a and d

Correct: +1

3 Statements that Highlights the significance of index number:

- a) Index numbers are useful for making future predictions  
b) Index numbers help in measurement of inflation.  
c) Index numbers help to frame suitable policies.  
d) Index numbers can be misused.

- ☐ b, c and d  
☐ a, c and d  
☐ a, b and d  
☐ a, b and c

Correct: +1

4 An assumption to the law of diminishing marginal utility.

- a) Rationality                      b) Cardinal measurement                      c) Single want                      d) Divisibility

- ☐ a and b
- ☐ a, b, c and d
- ☐ a, b and c
- ☐ Only a

Correct: +1

5 These are the various types of demand.

a) Direct demand   b) Derived demand   c) Composite demand   d) Joint demand

- ☐ a, c and d
- ☐ a, b and d
- ☐ a, b and c
- ☐ a, b, c and d

Correct: +1

6 This is not a method of measuring price elasticity of demand.

a) Arithmetic method   b) Point Method   c) Total Quality Method   d) Curve Method

- ☐ c and d
- ☐ Only b
- ☐ Only d
- ☐ a, b and c

Correct: +1

7 The Scope of Micro-economics is unlimited.

- ☐ Agree
- ☐ Disagree

Correct: +1

8 When MU is Zero, TU is maximum.

- ☐ Agree
- ☐ Disagree

Correct: +1

9 Foreign trade restricts the Investment in economy.

- ☐ Agree
- ☐ Disagree

Correct: +1

10 Activities of Money lenders have been restricted by RBI.

- ☐ Agree
- ☐ Disagree

Correct: +1

**11** Price is the only determinant of Supply

- ☐ Agree
- ☐ Disagree

Correct: +1

**12** Under output method, value added approach is used to avoid double counting.

- ☐ Agree
- ☐ Disagree

Correct: +1

**13** A seller is a price maker in monopoly market.

- ☐ Agree
- ☐ Disagree

Correct: +1

**14** Demand curve Slopes downwards form left to right.

- ☐ Agree
- ☐ Disagree

Correct: +1

**15** Price theory, Lumping method, policy oriented, Income Theory

- ☐ Price theory
- ☐ Lumping method
- ☐ policy oriented
- ☐ Income Theory

Correct: +1

**16** Car & Fuel, Pen & Ink, Sugar & Jaggery, TV & Set top box.

- ☐ Car & Fuel
- ☐ Pen & Ink
- ☐ Sugar & Jaggery
- ☐ TV & Set top box

Correct: +1

**17** Necessary goods, Durable goods, Habitual goods, Single use

- ☐ Necessary goods
- ☐ Durable goods

- ☐ Habitual goods
- ☐ Single use

Correct: +1

**18** Loan from Foreign bank, Loan from RBI, Loan from World bank, Loan from IMF

- ☐ Loan from Foreign bank
- ☐ Loan from RBI
- ☐ Loan from World bank
- ☐ Loan from IMF

Correct: +1

**19** India's export items: Chemicals, Gems , Iron, Textiles

- ☐ Chemicals
- ☐ Gems
- ☐ Iron
- ☐ Textiles

Correct: +1

**20** Rationality, Constancy, Subjectivity, Divisibly

- ☐ Rationality
- ☐ Constancy
- ☐ Subjectivity
- ☐ Divisibly

Correct: +1

TEST

## ECO MCQS 1

### ANSWERS

#### SECTIONS

##### 1. Section A - 20 Questions

#### Section 1 : Section A - 20 Questions

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- 1 Only a
- 2 a, b, c and d
- 3 a, b and c
- 4 a, b, c and d
- 5 a, b, c and d
- 6 Only d
- 7 Disagree
- 8 Agree
- 9 Disagree
- 10 Agree
- 11 Disagree
- 12 Agree
- 13 Agree
- 14 Agree
- 15 Price theory
- 16 Sugar & Jaggery
- 17 Durable goods
- 18 Loan from RBI
- 19 Iron
- 20 Subjectivity