

Eco MCQS 4**QUESTIONS**

SECTIONS

1. Section A - 20 Questions

Section 1 : Section A - 20 Questions

1 Terms indicating exceptions to the law of diminishing marginal utility.

- a) Addiction b) Money c) Pleasure d) Work

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

Correct: +1

2 Which of the following is true for demand?.

- a) Demand is a relative concept b) Demand is expressed w.r.t time & price
c) Demand is an absolute concept d) Demand is expressed w.r.t time & Income.

- ☐ a, b and c
☐ a and b
☐ only a
☐ All of these

Correct: +1

3 The following are types of price elasticity of demand.

- a) Relatively inelastic demand b) Unitary elastic demand
c) Perfectly inelastic demand d) Relatively elastic demand.

- ☐ a, b and d
☐ a and d
☐ a and c
☐ All of these

Correct: +1

4 These statements are not true with respect to supply.

- a) Supply is a relative concept b) Supply is created in consumption process
c) Supply is a flow concept d) Normally, supply exceeds stock.

- ☐ a, b and d
☐ b and d
☐ a and c
☐ All of these

Correct: +1

5 Under perfect competition, sellers are.

- a) Price makers b) Price takers c) Price discriminators d) None of these

- ☐ a, b and c
☐ only b
☐ only c
☐ a and c

Correct: +1

6 Government's investment expenditure refers to the expenditure on.

- a) road b) bridges c) dams d) salary of government employees

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

Correct: +1

7 Micro-economics is known as income theory.

- ☐ Agree
☐ Disagree

Correct: +1

8 There are many theoretical difficulties in the measurement of national income.

- ☐ Agree
☐ Disagree

Correct: +1

9 Index numbers can be constructed without the base year.

- ☐ Agree
☐ Disagree

Correct: +1

10 Perfect competition and monopolistic competition are one and the same.

- ☐ Agree
- ☐ Disagree

Correct: +1

11 There is no difference between stock and supply

- ☐ Agree
- ☐ Disagree

Correct: +1

12 Various factors influence the elasticity of demand.

- ☐ Agree
- ☐ Disagree

Correct: +1

13 Price is the only determinant of demand

- ☐ Agree
- ☐ Disagree

Correct: +1

14 The MU curve goes upwards means it has a positive slope.

- ☐ Agree
- ☐ Disagree

Correct: +1

15 Macro- economic deals with the study of individual behavior.

- ☐ Agree
- ☐ Disagree

Correct: +1

16 Price Index Number, Simple Index Number, Quality Index Number, Value Index Number.

- ☐ Price Index Number
- ☐ Simple Index Number
- ☐ Quantity Index Number
- ☐ Value Index Number

Correct: +1

17 Selling cost: Free gift, Advertisement Hoardings, windows displays, Patents

- ☐ Free gift

- ☐ Advertisement Hoardings
- ☐ windows displays
- ☐ Patents

Correct: +1

18 Positive Income Elasticity: Medicines, Branded shirts, Movie tickets, Petrol for personal vehicle

- ☐ Medicines
- ☐ Branded shirts
- ☐ Movie tickets
- ☐ Petrol for personal vehicle

Correct: +1

19 Prestige goods, Giffen Goods, Habitual goods, Consumer Goods

- ☐ Prestige goods
- ☐ Giffen Goods
- ☐ Habitual goods
- ☐ Consumer Goods

Correct: +1

20 Total Investment, Total consumption, Product pricing, Trade cycles

- ☐ Total Investment
- ☐ Total consumption
- ☐ Product pricing
- ☐ Trade cycles

Correct: +1

TEST

Eco MCQS 4

ANSWERS

SECTIONS

1. Section A - 20 Questions

Section 1 : Section A - 20 Questions

- 1 a and b
- 2 a and b
- 3 All of these
- 4 b and d
- 5 only b
- 6 a, b and c
- 7 Disagree
- 8 Agree
- 9 Disagree
- 10 Disagree
- 11 Disagree
- 12 Agree
- 13 Disagree
- 14 Disagree
- 15 Disagree
- 16 Simple Index Number
- 17 Patents
- 18 Medicines
- 19 Consumer Goods
- 20 Product pricing