

## LIST OF ATTEMPTED QUESTIONS AND ANSWERS

### **Select The Blank**

Question Goods which are paradoxical to the law of demand are \_\_\_\_\_

Correct Answer Giffen goods, ,

Your Answer Giffen goods, ,

### **Multiple Choice Multiple Answer**

Question 16. The phase of recovery denotes

Correct Answer More employment opportunities , Increase in profitability , Wage rate increase

Your Answer Increase in profitability , Inventories decrease , More employment opportunities

### **Multiple Choice Single Answer**

Question Demand for several products like ice-cream, chocolate, bhel-puri depends on

Correct Answer individual tastes

Your Answer individual tastes

### **Select The Blank**

Question Like all organism, the firm too is an organism according to the \_\_\_\_\_

Correct Answer life-cycle theory.

Your Answer life-cycle theory.

### **Multiple Choice Single Answer**

Question The supply curve during market period is

Correct Answer perfectly inelastic

Your Answer relatively elastic

### **True/False**

Question A Joint Stock Company has perpetual succession.

Correct Answer True

Your Answer True

### **True/False**

Question Macro economic studies are based on empirical evidence.

Correct Answer True

Your Answer True

### Select The Blank

Question Sole Proprietorship which is also called sole \_\_\_\_\_

Correct Answer tradership

Your Answer tradership

### Multiple Choice Multiple Answer

Question Reasons for need of public distribution system are

Correct Answer To maintain stable price conditions , To bring an efficient management of the supply , To supply the necessary goods to people at reasonable price

Your Answer To maintain stable price conditions , To bring an efficient management of the supply , To supply the necessary goods to people at reasonable price

### Multiple Choice Multiple Answer

Question Index numbers may broadly be classified as

Correct Answer Price indices , Quantity indices , Special purpose indices

Your Answer Price indices , Quantity indices , Special purpose indices

### True/False

Question Price is the, only determinant of demand

Correct Answer False

Your Answer True

### Multiple Choice Multiple Answer

Question Characteristics of the phase of Depression are

Correct Answer The growth rate becomes negative , The level of national income declines rapidly , Decrease in economic activities

Your Answer Decrease in economic activities , The growth rate becomes negative , The level of national income declines rapidly

### Multiple Choice Multiple Answer

Question 'reasonable profit' are

Correct Answer Capital Attraction , Plough Back , Normal earnings

Your Answer Capital Attraction , Plough Back , Normal earnings

### True/False

Question The opportunity cost of a product is the opportunity gained of being able to produce some other product.

Correct Answer False

Your Answer True

**True/False**

Question Bargaining is one of the remedies of corrective action.

Correct Answer False

Your Answer True

**Select The Blank**

Question The sum of all individual demands constitutes \_\_\_\_\_

Correct Answer market demand

Your Answer market demand

**Select The Blank**

Question In the context of externalities, driving the smoke-emitting buses and trucks in the cities is an example of \_\_\_\_\_ cost.

Correct Answer social

Your Answer social

**Multiple Choice Multiple Answer**

Question A competitive industry has three basic characteristics

Correct Answer Large Number of Firms , Homogeneous Product , Free entry and exit

Your Answer Large Number of Firms , Homogeneous Product , Free entry and exit

**Multiple Choice Multiple Answer**

Question Types of imperfect competition are

Correct Answer Monopoly , Duopoly , Oligopoly

Your Answer Monopoly , Duopoly , Oligopoly

**Multiple Choice Single Answer**

Question The public sector is owned & controlled by

Correct Answer state enterprises

Your Answer state enterprises

**Multiple Choice Single Answer**

Question Over the years in India the govt. expenditure is

Correct Answer increasing

Your Answer increasing

**Select The Blank**

Question	In a market system of an economy, producers are guided by _____ motive.
Correct Answer	profit
Your Answer	profit

### True/False

Question	There is no separation of ownership and management in case of a Joint Stock Company
Correct Answer	False
Your Answer	False

### Multiple Choice Single Answer

Question	Saving is a
Correct Answer	private virtue
Your Answer	social virtue

### Multiple Choice Multiple Answer

Question	Features of an Industry are
Correct Answer	All firms dealing in the same line of business , The ownership and management of each firm is different , Is a group of firms
Your Answer	All firms dealing in the same line of business , The ownership and management of each firm is different

### Select The Blank

Question	The index numbers which are compiled to measure the changes in retail prices of various commodities refers to _____
Correct Answer	Retail prices index
Your Answer	Retail prices index

### Multiple Choice Multiple Answer

Question	Break-Even analysis is derived by
Correct Answer	Fixed cost , Average variable cost , Quantity of goods and price
Your Answer	Fixed cost , Average variable cost , Implicit cost

### True/False

Question	In any business, while formulating a profit policy, the possibility of emergence of rival firms must be taken in to account
Correct Answer	True
Your Answer	True

### Multiple Choice Single Answer

Question Costs which increase because of the expansion of a firm are called

Correct Answer incremental

Your Answer incremental

### Select The Blank

Question The liability of a Karta in a Joint Hindu Family Business firm is \_\_\_\_\_.

Correct Answer limited

Your Answer joint

### Multiple Choice Single Answer

Question A firm is a unit of production, where production is done with the aim to maximize

Correct Answer profits

Your Answer profits

### True/False

Question Capitalism emphasis more on turnover rather than creating profits

Correct Answer False

Your Answer False

### Multiple Choice Single Answer

Question The Government attempts to increase supplies of food grains and other essential goods in times of internal shortage through larger

Correct Answer imports

Your Answer imports

### Multiple Choice Multiple Answer

Question Price discrimination is possible in case of

Correct Answer public utilities with legal sanction , personnel services sold , geographical barriers

Your Answer monopolistic market

### True/False

Question Inflation is a great opportunity for merchants to earn more profit.

Correct Answer True

Your Answer False

### Select The Blank

Question	The good becomes _____ so far as its use is concerned only when it is priced in the market and the principle of exclusion is applied to it.
Correct Answer	divisible
Your Answer	salable

### Multiple Choice Multiple Answer

Question	Characteristics of Pure Public goods are:
Correct Answer	They are completely indivisible , Their marginal cost would be zero or close to zero , Their benefits cannot be priced
Your Answer	They are completely indivisible , Their marginal cost would be zero or close to zero , Principle of Exclusion applies to them , Their benefits cannot be priced

### Multiple Choice Single Answer

Question	Forecasts made either through experience or through methodigistic are
Correct Answer	statistical
Your Answer	logistic

### Multiple Choice Multiple Answer

Question	In the Dynamic Theory of Profit, Prof. Clark has pointed out the types of changes, which are
Correct Answer	Changes in the supply of capital , Changes in population , Changes in the techniques of production
Your Answer	Changes in the supply of capital , Changes in population , Changes in the techniques of production

### Multiple Choice Single Answer

Question	An impressive advertisement of a commodity may result in the demand to
Correct Answer	increase
Your Answer	increase

### Match The Following

Question	Correct Answer	Your Answer
Unaccounted money	Black money	Black money
The new industrial policy 1991	Liberalization	Liberalization
Market economy	Plan less economy	Planned economy
Market Mechanism	Emergence of Monopolies	No Monopolies

### Select The Blank

Question In the context of formulating an investment project, \_\_\_\_\_ feasibility means the availability of supervisors for implementing and running the project smoothly and professionally.

Correct Answer management

Your Answer technical

### Select The Blank

Question If the output rises in the greater proportion than that of the increase in factor inputs, it is referred to as \_\_\_\_\_.

Correct Answer increasing returns to scale.

Your Answer increasing returns to scale.

### True/False

Question A shift in the demand curve to the left shows increase in demand.

Correct Answer False

Your Answer False

### Multiple Choice Single Answer

Question Incorporation of government company is

Correct Answer compulsory

Your Answer compulsory

### Multiple Choice Single Answer

Question How is society's output of goods and services divided among its members is discussed under the

Correct Answer Theory of distribution

Your Answer Theory of economic growth