

Sample question paper of PRICIPAL OF ECONOMIC AND MANAGEMENT

Q1. Demand is determined by

- A. Price of the product
- B. Relative prices of other goods
- C. Tastes and habits
- D. All of the above

Q2. When a firm's average revenue is equal to its average cost, it gets _____.

- A. Super profit
- B. Normal profit
- C. Sub normal profit
- D. None of the above

Q3. Oligopoly is a type of _____ market. A _____ exists in the industry

- A. Perfect, few firms
- B. Imperfect, few firms
- C. Perfect, many firms
- D. Imperfect, many firms

Q4. The management of the _____ form of business organization is totalitarian in nature.

- A. Cooperative
- B. Partnership
- C. Individual proprietorship
- D. All of the above

Q5. Price and demand are positively correlated in case of

- A. Normal goods
- B. Comforts
- C. Giffen goods

D. Luxuries

Q6. Which is the first-order condition for the profit of a firm to be maximum?

A. $AC=MR$

B. $MC=MR$

C. $MR=AR$

D. $AC=AR$

Q7. Management exists at the ____ level of the organization.

A. Lower

B. Middle

C. Top

D. All of the above

Q8. Limitation(s) of control is (are)

A. external factors

B. fixing of responsibility

C. variation and its causes

D. All of the above

Q9. Fredrick Taylor's Mechanism of scientific Management includes

A. Scientific task setting

B. Planning the task

C. Standardization of tools and equipment

D. All of the above

Q10. Direction is a _____ function performed by all the managers at all levels of the organization.

A. Managerial

B. Organizational

C. Both (a) and (b)

D. None of the above