

## FYBA Microeconomics- I Sample Question

1. \_\_\_\_\_ adopts cardinal approach to explain consumer's behaviour.
  - a) Adam Smith
  - b) Alfred Marshall
  - c) J. M. Keynes
  - d) J. S. Mill
2. Revealed Preference theory was given by-
  - a) J. M. Keynes
  - b) Adam Smith
  - c) David Ricardo
  - d) Samuelson
3. The word micro comes from the \_\_\_\_\_ word meaning \_\_\_\_\_.
  - a) Greek, small
  - b) French, small
  - c) British, small
  - d) Greek, big
4. Perfectly competitive market is a \_\_\_\_\_ market.
  - a) imaginary
  - b) realistic
  - c) absolute
  - d) relative
5. Law of supply shows a relationship between-
  - a) cost and supply
  - b) price and supply
  - c) price and demand
  - d) supply and demand
6. Relatively inelastic demand is written as-
  - a)  $e = 1$
  - b)  $e < 1$
  - c)  $e > 1$
  - d) 2
7. Street lights, public parks, books are examples of-
  - a) merit goods
  - b) demerit goods
  - c) public goods
  - d) private goods
8. Phillips curve was given by-
  - a) A. W. Phillips
  - b) E. W. Phillips
  - c) Adam Smith
  - d) Alfred Marshall

9. \_\_\_\_\_ plays an important role in correcting market failures.

- a) Private entity
- b) Government
- c) Business sectors
- d) Public

10. Indifference curve is an example of-

- a) revealed preference
- b) strong ordering
- c) weak ordering
- d) transitivity