

Q.1) If two events A and B are independent, the probability that both will occur is given by

- a) $P(A) \times P(B)$
- b) $P(A) + P(B)$
- c) $P(A) + P(B) - P(A \cup B)$
- d) $P(A) + P(B) - P(A \cap B)$

Solution: (a)

Q.2) If p: q is the odds in favor of an event, then the probability of that event is

- a) p/q
- b) $\frac{q}{p+q}$
- c) $\frac{p}{p+q}$
- d) none of these

Solution: (c)

Q.3) If $P(A) = 4/9$; then the odd against the event 'A' is

- a) 4:9
- b) 4:5
- c) 5:4
- d) 4:14

Solution: (c)

Q.4) Why you study Economics?

- a) To understand the psychology of people
- b) To know about finance
- c) To deal with the world of money
- d) To know the rational management of limited resource

Solution: d

Q.5) Microeconomics deals with;

- a) An individual consumer

- b) An individual producer
- c) An individual industry
- d) All of these

Solution:d

Q.6) Why was the theory of supply developed?

- a) To study the behavior of a producer
- b) To know about the consumer market
- c) To know about the need of supply
- d) None of these

Solution:a

Q.7) The relationship between persons who have agreed to share the profit of a business carried on by all or any of them acting for all is known as:

- a) Partnership
- b) Joint venture
- c) Association of persons
- d) Body of individual

Solution: A

Q.8) In the absence of any agreement, partners are entitled to receive interest on their loans at the rate of:

- a) 10% per annum
- b) 12% per annum
- c) 6% per annum
- d) 6% annually

Solution:C

Q.9) National Stock Exchange of India was recognised as stock exchange in the year

- a) 1992
- b) 1993
- c) 1994

d) 2002

Solution:B

Q.10) Which of the following is a financial incentive?

a) Promotion

b) Stock Incentive

c) Job Security

d) Employee Participation

Solution:B