

Q.1) What was the day of the week on 16th April, 2000 ?

- a) Sunday
- b) Thursday
- c) Tuesday
- d) Friday

Solution: A

Q.2) At what time between 2 and 3 o'clock will the hands of a clock be together?

- a) 45 min. past 2
- b) 40 min. past 2
- c)  $120 \times \frac{1}{11}$  min. past 2
- d)  $54 \times \frac{6}{11}$  min. past 2

Solution: B

Q.3) Consumer surplus means -----

- a) the area inside the budget line
- b) the area between the average revenue and marginal revenue curves
- c) the difference between the maximum amount a person is willing to pay for a good and its market price
- d) none of the above

Solution: c

Q.4) Which of the following statements would you consider to be a normative one?

- a) Faster economic growth should result if an economy has a higher level of investment.
- b) Changing the level of interest rates is a better way of managing the economy than using taxation and government expenditure
- c) Higher levels of unemployment will lead to higher levels of inflation.
- d) The average level of growth in the economy was faster in the 1990s than the 1980s.

Solution: b

Q.5) Which one of the following is the best example of agreement between oligopolists?

- a) GATT

- b) OPEC
- c) WTO
- d) UNIDO

Solution:b

Q.6) Under instalment payment system, ownership of goods

- a) is transferred at the time of payment of last instalment
- b) is not transferred
- c) is transferred at the time of signing the contract.
- d) is transferred at the time of payment of 2nd instalment.

Solution:c

Q.7) Radha, Seeta and Laxmi were partners sharing profits and losses in the ratio of 2:3:5. Seeta retired on 1st June, 2017 and Goodwill of the firm is to be valued at Rs. 1,40,000 on that date. What will be the treatment for adjustment of Goodwill?

- a) Radha's capital A/c will be debited by Rs. 8,000 and Laxmi's capital A/c will be debited by Rs. 20,000.
- b) Seeta's Capital A/c will be credited by Rs. 28,000.
- c) All Partner's capital A/cs will be credited by Rs. 1,40,000 in Profit Sharing Ratio.
- d) Both (a) and (b)

Solution:d

Q.8) If the span of control is narrow, a number of managers would be required in each unit of the organization and there would be many managerial levels or layers, such an organizational structure is referred to as

- a) Flat structure
- b) Tall structure
- c) Matrix structure
- d) Project structure

Solution: B

Q.9) The number of persons which can be effectively supervised by a single executive or departmental head should be limited to \_\_\_ in an average firm.

- a) Six
- b) Ten
- c) Fourteen
- d) Twenty

Solution: A

Q.10) Authority means

- a) Right to receive orders
- b) Right to take decisions
- c) Right to command others
- d) Right to obey others

Solution: C