

1st SEMESTER EXAMINATION
2017-18

Std :- XII

Sub: ECONOMICS

Marks :80

Date:

Time: 3 hrs

Q1.A] Choose from the given alternatives and rewrite the sentences.

(5)[16]

1. Blood donation has _____ utility. (place/knowledge/time/possession)
2. When less is purchased at the constant price it is called _____ in demand. (increase/decrease/expansion/contraction)
3. Total Revenue + number of units sold = _____ . (Average Revenue/Average Cost/Marginal Cost/Total Cost)
4. National Income is _____ concept. (flow/static/narrow/micro)
5. A bank is an institution which deals in money and _____.. (commodity money/credit/barter/standard money)

B] Match the following

(5)

- | A | B |
|-------------------|---------------------|
| 1) Capital | a) Final Goods |
| 2) Time | b) Interest |
| 3) Inferior goods | c) Fiat Money |
| 4) Sugar | d) Raincoat |
| 5) Legal Tender | e) Sea shells |
| | f) giffen goods |
| | g) profit making |
| | h) potential supply |

C] Say whether the following statements are true or false

(6)

1. Price theory is the base of Micro Economic analysis.
2. Barter system did not have any difficulty.
3. Low Interest is given on fixed deposit.
4. GDP includes net income from abroad.
5. Individual supply is always less than market supply.
6. The demand for necessities is inelastic.

Q2.A] Define the following (any 3)

(6)

1. Resource Allocation
2. Expansion of Demand
3. Stock
4. Depreciation
5. Paper Money
6. Bank

B] Give Reasons (any 3)

(6)

1. Demand for factor of production is derived demand.
2. The study of supply is as important as that of demand.
3. The main objective of Macro economics is economic growth.
4. Income from second hand sale of goods is excluded from National Income.
5. Savings account deposits are usually opened by salaried class.
6. Credit money can be refused.

Q3 A] Distinguish between (any 3) (6)

1. Individual supply and market supply
2. Stock and Supply
3. Output method and Income Method
4. Commodity money and Paper money
5. Fixed Deposit and Savings Deposit
6. Cheque and Overdraft

B] Write Short Notes (any 2) (6)

1. Subject matter of Macro Economics
2. Circular flow of National Income
3. Types of elasticity of supply
4. Elasticity of supply

Q4. Answer the following questions in short (any 3) (12)

1. What are the characteristics of Utility?
2. What is double counting of national income?
3. Explain the features of Macro economics.
4. What are the limitations of Diminishing Marginal Utility?
5. What are determinants of Supply?
6. What are different types of money?

Q5. State with reasons whether you agree or disagree. (any 3) (12)

1. Supply curve of labour bends backwards.
2. Macro economics is a partial equilibrium analysis.
3. The money value of intermediate goods is not included in the estimation of National Income.
4. Banks play a very important role in today's economic environment.
5. Various factors influence Elasticity of demand.
6. The DMU curve goes upwards means it has positive slope.

Q6. Answer the following in detail (any 2) (16)

1. Explain any two methods of measuring price elasticity of demand.
2. State and explain the law of supply. What are the exceptions to the law of supply.
3. What are the fundamental features of Commercial Bank.
4. What are the practical difficulties involved in measuring of National Income.
