SECOND YEAR HIGHER SECONDARY EXAMINATION JUNE 2018

SUBJECT : ECONOMICS CODE. NO: 2026

Qn No	Sub Qns	Answer Key/Value Points	Score	Total
1		b. Isoquant	1	1
2		c. perfectly inelastic demand curve	1	1
3		b. Market Economy	1	1
4		c. Increase in Unemployment rate	1	1
5		a. Circular flow of Income b. High powered Money c. Revenue Deficit d. Balance of payment (BOP)	1 1 1 1	4
6		price Quantity 2 16 4 12 6 8 8 4	2	2
7		Correct Diagram Showing P = minimum LRAC Or P > Min.... LRAC (any one of the diagram)	2	2
8		Supply remain the same Demand increases Demand & supply increase in same proportion Change in equilibrium price: increases; Constant Change in equilibrium qty: increases; increases.	½×4	2

Qn. No	Sub Qns	Answer Key/Value Points	Score	Total
9		a. Macro. c. Macro b. Micro. d. Micro	½×4	2
10		a. Oligopoly, b. Monopoly	1+1	2
11		any two tax revenue sources any two Non tax revenue sources	1 1	2
12		Trade deficit $(M-X)=(I-S)+(G-T)$ $=5000+500=\underline{5500}$	1 1	2
13		a. Consumption function $C=\bar{C}+c.y$ b. $C=200+.7\times1000=900$ (Malayam version different, give 1 score for b part (any attempt on b))	1 1	2
14		a. BOT = Export − Import b. Answer: 2000	1 1	2
15	a.	Diagram − PPC b. Correct markings & points a and b	2 1	3

Qn. No	Sub Qns	Answer Key/Value Points	Score	Total
16		IRS / Increase Returns to scale CRS / Constant DRS / Decrease	1 1 1	3
17	a. b.	Definition / Marking / explanation 0 ($M_s^d = 0$)	2 1	3.
18		Changes in export Increase Decrease Decrease	1 1 1	3
19		Sectors of the Economy Firm, Government, Foreign sector	1 X 3	3
20		printing mistake - any attempt give full score	3	3
21	a b	P = Minimum AVC Diagram and Representing - shutdown point.	1 2	3

Qn. No	Sub Qns	Answer Key/Value Points	Score	Total
22	a	Yes - Reasons (any)	1	
	b	Diagram - SMC & SAC	2	5
	c	any two Relationships	2	
23	a.	output / price / TR / MR / MC / TC 0 / 10 / 0 / — / — / 5 1 / 10 / 10 / 10 / 11 / 16 2 / 10 / 20 / 10 / 10 / 26 3 / 10 / 30 / 10 / 9 / 35 4 / 10 / 40 / 10 / 8 / 43 5 / 10 / 50 / 10 / 7 / 50 6 / 10 / 60 / 10 / 10 / 60 7 / 10 / 70 / 10 / 16 / 76 8 / 10 / 80 / 10 / 24 / 100	3	5
	b	(MC = MR & Mc non decreasing) equilibrium output = 6 answer - 6	1	
	c	profit = TR - TC = 0	1	
24	a	price floor / Support price / Minimum price	1	
	b	Excess supply / any Other effect	1	5
	c	price floor - Diagram	3	

Qn. No	Sub Qns	Answer Key/Value Points	Score	Total
25	a	Gross fiscal deficit = 1700 (equation – 1 mark, process-1 mark answer 1 mark	3	
	b.	Revenue deficit = Revenue expenditure – Revenue Receipts –	1	5
		Answer = 950	1	
26	a	Money supply increases	1	
		Aggregate demand increases	1	2
	b	Money Multiplier $= \frac{M}{H} = \frac{1+cdr}{cdr+rdr}$	1	5
		$= 1.67$		
		Money supply = Money Multiplier × H	1	3
		answer = 3340	1	
		(give mark for 3333 also)		
27	a	Diagram showing parallel upward shift of AD	2	
	b	Diagram – AD swings upwards	2	5
	c	any attempt – 1 score (points add not given in the – diagram)	1	

Qn. No	Sub Qns	Answer Key/Value Points	Score	Total
28		Comparison of features	2	8
		Monopoly equilibrium – Diagram	3	
		perfect Competition - Equilibrium Diagram	3	
29	a	Identification of 3 methods of NI	3	8
	b	Calculation of GDP by any two methods	5	
30	a	Five degrees of elasticity with diagram	5	8
		ep at C=∞ / perfectly elastic ep at B>1 / Elastic / More elastic ep at A<1 / less elastic / inelastic	3	
9847497016 Benny	1.	Benny Mathew - St. Michael's AIHSS, KNR	[signature]	
	2.	ABDUL NASSAR . N. PTMYHSS EDAPPALAM, PALAKKAD.	[signature]	
	3.	K.C. FASAL UL HAQUE. MARKAZ HSS Karanthur KKD	[signature]	
	4.	SANTHOSH KUMAR.A TDH SS THURAVOOR, ALPY(DT)	[signature]	
	5.	SEBASTIAN. K. M SCHSS poyyampally. wynad	[signature]	
	6	RAJU. U. K, GHSS. PULLUT, THRISSUR	[signature]	
	7.	Raghunathan T.V. GHSS, Kuttamath. KSGD	[signature]	
	8.	Vimaja E.V NVT IN ECONOMICS K.N.M.V.H.SS	[signature]	
	9.	Preethy .V V.V.V. HSS, Ayathil	[signature]	