JAIN COLLEGE 463/465, 18th Main Road, SS Royal, 80 Feet Road, Rajarajeshwari Nagar, Bangalore - 560 098					
Date:	20	19-2020	0	<i>II PUC</i> MOCK PAPER 2	SUBJECT: ECONOMICS
(ABES+ABEM) <u>Timings Allowed: 3Hr 15 Minutes.</u> Total Marks: 100					
				PART-A	
I. (Cho	ose the	correct answer.		5x1=5
	1.	Which	n of the following is a	n example for paper tax?	
		/	come Tax	c) Excise Tax	
		b) W	ealth Tax	d) customs Tax	
2. The individuals or the institutions which take economic decisions are-					ns are-
			• • • • • •	c) Economists	
		b) Ec	conomic Agents	d) None of the above	
	2		CND		
	3.		GNP	c) Investment	
		<i>,</i>	epreciation	d) None of the above	
		0) DC	preclation	d) None of the above	
	4.	, and the second s			
		a) Co	ompeting usages	c) Single usages	
		b) Ur	nlimited usages	d) None of the above	
	5	Consumption which is independent of income is called as			
	5.		duced consumption	c) Autonomous consumption	
			asteful Consumption	· •	
	17211		h		05.1.05
II. Fill in the blanks. $05 \times \underline{1} = 05$ 6. In reality all the economies are					
			-	AVC where the SMC curve cuts the	AVC curve is called as
			R is		
				y the firm per unit of the commodity	sold is called as
	 9. The revenue received by the firm per unit of the commodity sold is called as 10. Revenue Deficit= Revenue Expenditure 				
		10. KC			
тт	Ma	tch the	following.		
	11.		10110 11 1116.		05× <u>1</u> =05
			Α	В	_
		Marke Raw n	et Equilibrium	ed=1 Operation of invisible ba	nd
			y elastic demand	Operation of invisible ha Paper Gold	nu
	4.	Adam	-	Intermediate Good	
	5.	SDR		QD=QS	

IV. Answer the following in a sentence or word.

- 12. What is Price Ceiling?
- 13. What is Monopoly?

14. Name the well known work of Adam Smith.

- 15. Write the meaning of Autonomous Consumption.
- 16. Who are free riders?

PART-B

V. Answer any 9 of the following in 4 sentences each.

- 17. What do you mean by inferior goods? Give example.
- 18. Give the meaning of the concepts of short run and long run.
- 19. State the law of demand.
- 20. Give the meaning of price elasticity of supply and write its formula.
- 21. Define equilibrium price and quantity.
- 22. Write the meaning of Monopolistic competition and give an example.
- 23. What is the difference between consumer goods and capital goods?
- 24. Mention the 2 motives of demand for money.
- 25. Write the differences between nominal and real GDP.
- 26. Write the meaning of excess demand and deficient demand.
- 27. What are the factors which cause change in aggregate demand?
- 28. Mention the non tax revenues of the central government.
- 29. What is foreign exchange rate?
- 30. Mention the 3 linkages of open economy.

PART C

VI. Answer any 7 of the following in 12 sentences each.

- 31. Distinguish between positive and normative economics.
- 32. Write the differences between TU and MU.
- 33. Explain the isoquants with the help of a diagram.
- 34. Write a brief note on returns to scale.
- 35. Explain the determinants of a firm's supply curve.
- 36. Explain the features of Perfect Competition.
- 37. Explain the role of the govt.(state) and household sector in both developed and developing countries.
- 38. Write a note on externalities.
- 39. Briefly explain the functions of RBI.
- 40. Explain the consumption and investment function with the help of graphs.
- 41. Write the chart of components of current account.

PART- D

VII. Answer any 4 of the following in 20 sentences each.

04×6=24

- 42. Explain the LDMU with the help of a table and a diagram.
- 43. Explain the features of indifference curves with the help of diagrams.
- 44. Explain how the firms behave in Oligopoly.
- 45. Write down the limitations of using GDP as an index of welfare of a country.

09×<u>2</u>=18

 $07 \times 4 = 28$

- 46. Explain a numerical example to show that all the 3 methods of estimating GDP gives us the same answer.
- 47. Explain the functions of money. How does money overcome the shortcomings of barter system?
- 48. Write a note on balance of payments.

PART- E

VIII. Answer any 2 of the following practical oriented questions.

05x2=10

- 49. A consumer wants to consume 2 goods . The price of banana is Rs. 5 and the price of mango is Rs. 10. The consumer's income is Rs. 40.
 - a) How many bananas can she consume if she spends her entire income on that good?
 - b) How many mangoes can she consume if she spends her entire income on that good?
 - c) Is the slope of budget line downward or upward?
 - d) If you want to have more bananas you have to give up mangoes. Is it true?
 - e) Are the bundles on the budget line equal to the consumer's income or not?
- 50. Write a note on Demonetisation.
- 51. Name the currencies of any 5 countries of the following.

USA, UK, UAE, Germany, Japan, China, Argentina, Bangladesh, Russia.