Date: 2019-2020   *SUBJECT: ECONOMICS*

II PUC
MOCK PAPER – 1

Timings Allowed: 3 Hours 15 mins   (ABES+ABEM)   Total Marks: 100

PART A

I.   Choose the correct answer.   **1x5=5**

1. The scarce resources of an economy have
   a) Competing usages   c) Unlimited usages
   b) Single usages   d) None of the above

2. In a capitalist country , production activities are mainly carried out by
   a) Private enterprises   c) government authority
   b) Planning authority   d) none of the above

3. The change in TR due to sale of an additional unit is called
   a) Total revenue   c) Average revenue
   b) Marginal revenue   d) revenue

4. The year of Great Depression is
   a) 1920   c) 1929
   b) 1956   d) 1889

5. Easy availability of credit encourages
   a) Savings   c) Investment
   b) Rate of Interest   d) None of the above

II.   Fill in the blanks.   **1x5=5**

6. Scarcity of resources gives rise to ……………
7. …………… is determined at the point where the demand for labour and supply of labour curves intersect.
8. Competitive behavior and competitive market structure are in general ………. related.
9. …………. Goods will not pass through any more stages of production.
10. Financial paper runs from ……. to ………. in India.

III.   Match the following.   **1x5=5**

11.

A	B
1. TFC+TVC	QD=QS
2. Domestic Services	non-monetary exchange
3. Market equilibrium	TC
4. Circulation of coins	Y-C
5. Savings	Government of India

IV.   Answer all the questions in a word or a sentence each.   1x5=5

12. What do you mean by open economy?
13. What is Monopoly?
14. What are public goods?
15. Expand MRS.
16. Name the well-known book of Adam Smith.

PART- B

V.   Answer any 9 of the following in 4 sentences each.   2x9=18

17. What are monotonic preferences?
18. Mention the 2 different approaches which explain consumer behavior.
19. What are the 4 factors of production and mention their rewards.
20. Give the meaning of price elasticity of supply and give its formula.
21. Give the meaning of shut down point.
22. Mention the conditions needed for profit by a firm under perfect competition.
23. Write the meaning of monopolistic competition and give an example.
24. Mention the 3 methods of measuring GDP.
25. Mention any 2 functions of money.
26. Write the meaning of excess demand and deficient demand.
27. Write the differences between public provision and public production.
28. Why do people demand foreign exchange?

PART- C

VI.   Answer any 7 of the following in about 12 sentences each.   4x7=28

29. Briefly explain the central problems of an economy.
30. Explain the indifference map with a diagram.
31. Write a table to show the impact of simultaneous shifts in equilibrium.
32. Explain the features of perfect competitive market.
33. Briefly explain in what way macro economics is different from micro economics.
34. The following table gives the TP schedule of labour. Find the corresponding AP and MP schedules.

TP	0	1	35	50	40	48
L	0	1	2	3	4	5

35. Explain the circular flow of income of an economy.
36. Write a note on externalities.
37. Briefly explain the consumption function.
38. Briefly explain the functions of RBI.
39. Explain the merits and de merits of flexible and fixed exchange rate system.

PART- D

VII.   Answer any 4 of the following in 20 sentences each.   6x4=24

40. Explain the LDMU with the help of a table and a diagram.
41. Explain the market equilibrium with the fixed number of firms with the help of a diagram.
42. Explain how the firms behave in Oligopoly.
43. Explain the macro economic identities.

44. Explain the classification of receipts.

45. Write a note on balance of payments.

46. Explain the short run equilibrium of a monopolist firm when the cost of production is positive by using TR and TC curves with the help of a diagram.

PART- E

Answer any 2 of the following questions.   **5x2=10**

47. Find the missing products in the following table.

Factor	TP	MP	AP
0	0	0	0
1	10	--	10
2	24	--	12
3	40	16	13.33
4	--	10	--
5	--	6	11.2
6	57	1	9.5

48. Compute the TR, MR and AR schedules in the following table when market price of each unit of good is Rs.10

Quantity sold	TR	MR	AR
0			
1			
2			
3			
4			
5			
6			

49. Write a note on demonetization.

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