

Roll No.: Date:

NORTHWEST ACCREDITATION COMMISSION, USA HIGH SCHOOL DIPLOMA (Sr. Secondary/12TH) 2018-2019

Subject- ECONOMICS

Question Paper No. :

E	C	4	8
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Subject Code : EC1208

Question Paper Code:

E	C	1	8
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Total Time: 03.00 Hours.

Total Marks: 100

GENERAL INSTRUCTIONS

1. OPENING AND CHECKING OF THE QUESTION-BOOKLET

Break open the seal of the Question-Booklet only when the announcement is made by the Invigilator. After breaking the seal and before attempting the questions, student should immediately check for:

- a) The number of the printed page in the Question-Booklet is the same as mentioned on the cover page of the Booklet and
- b) Any printing error in the Booklet pages, if any.
Any discrepancy or error should be brought to the notice of the Invigilator who will then replace the Booklet. No additional time will be given for this.

2. No student, without the permission of the Superintendent or the Invigilator concerned, is to leave his/ her seat or the Examination Room.

3. FILLING UP THE REQUIRED INFORMATION ON QUESTION-BOOKLET AND ANSWER SHEET

After breaking open the seal and checking the Booklet, student should:

- a) Fill up the **Question Paper No.** and **Question Paper Code** (mentioned on the cover of Question-Booklet) in the space provided on the First Answer Sheet.
- b) Fill up his/her Roll Number on the First Answer Sheet and on each Supplementary Answer Sheet, if taken.
- c) Student should mention the total number of **Supplementary Answer Sheet**, if taken, in the space provided on the First Answer Sheet and also fill up the Serial Number mentioned on each **Supplementary Answer Sheet** along with his/her Roll Number in the register maintained by the Invigilator. Student must tie all the Answer Sheets with the thread provided by the Invigilator.

4. INSTRUCTIONS ABOUT QUESTION PAPER

This Question Paper is divided into three Sections – A, B and C. All Sections are compulsory. Attempt all Sections as per instructions.

- a) Section A contains 8 questions which are very short carrying 3 marks each in approximately 30-40 words.
- b) Section B contains 10 questions which are short carrying 4 marks each in approximately 80-100 words.
- c) Section C contains 6 questions which are long carrying 6 marks each in approximately 140-150 words.

5. Student found in possession of Cellular Phone / Mobile Phone / Pager or any other Communication Device and/or any Book/Note whether using or not, will be liable to be debarred for taking examination(s) either permanently or for specified period or/and dealt with as per law or/and ordinance of the School/SERI according to the nature of offence, or/and he/she may be proceeded against and shall be liable for prosecution under the relevant provision of the Statutory Law.

THE ANSWER SHEET IS TO BE RETURNED ON COMPLETION OF THE TEST

This Question Paper MUST be attached with Answer Sheet

SECTION A

Total number of questions: 8	Marks allocated to each question: 3	Total marks: 24
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- Question 1.** What is demand schedule?
- Question 2.** Define revenue.
- Question 3.** Give meaning for marginal cost.
- Question 4.** What is SLR ?
- Question 5.** What is meant by Oligopoly.
- Question 6.** Give meaning for marginal cost.
- Question 7.** Mention one item that is a part of capital receipts in the Govt. budget
- Question 8.** What is Parity value?

SECTION B

Total number of questions: 10	Marks allocated to each question: 4	Total marks: 40
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- Question 9.** Explain the implication of product differentiation as a feature of monopolistic competition.
- Question 10.** Giving examples, explain the meaning of cost in economics.
- Question 11.** Explain the implication of 'freedom of entry and exit to the firms' under perfect competition.

OR

Explain the implication of 'perfect knowledge about market' under perfect competition.

- Question 12.** Given that national income is Rs.80 crore and consumption expenditure Rs.64 crore, find out average propensity to save. When income rises to Rs.100 crore and consumption expenditure to Rs.78 crore, what will be the average propensity to consume and the marginal propensity to consume?

Question 13. State the components of capital account of balance of payments.

Question 14. When price of a foreign currency rises, its demand falls. Explain why.

OR

When price of a foreign currency rises, its supply also rises. Explain why.

Question 15. From the following data about a Government budget, find out (a) Revenue deficit, (b) Fiscal deficit and (c) Primary deficit:

	(Rs. Arab)
(i) Capital receipts net of borrowings	95
(ii) Revenue expenditure	100
(iii) Interest payments	10
(iv) Revenue receipts	80
(v) Capital expenditure	110

Question 16. A consumer consumes only two goods X and Y. State and explain the conditions of consumer's equilibrium with the help of utility analysis.

Question 17. What is a supply schedule? What is the effect on the supply of a good when Government gives a subsidy on the production of that good? Explain.

Question 18. Explain the role of the following in correcting 'deficient demand' in an economy:

- (i) Open market operations.
- (ii) Bank rate.

SECTION C

Total number of questions: 6	Marks allocated to each question: 6	Total marks: 36
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Question 19. Explain the conditions of producer's equilibrium.

OR

What is the relationship between:

- (a) Marginal revenue and Average revenue
- (b) Total revenue and Marginal revenue

Question 20. Explain the law of variable proportions with the help of marginal product and total product curves.

OR

Define 'market demand' for a goods. State the factors that affect it.

Question 21. Explain any two factors that affect price elasticity of demand.

OR

Show that price and demand of a commodity are inversely related? Use utility analysis.

Question 22. Explain the circular flow of income.

OR

Distinguish between intermediate goods and final goods. Give an example of each.

Question 23. From the following data, calculate net value added at factor cost.

	(in crores)
(i) Sales	300
(ii) Opening stock	40
(iii) Depreciation	30
(iv) Intermediate consumption	120
(v) Exports	50
(vi) Change in stock	20
(vii) Net indirect taxes	15
(viii) Factor income to abroad	10

OR

Distinguish between autonomous and accommodating transactions of balance of payments account. Explain the significance of this distinction.

Question 24. Describe any two main functions of a central bank.

OR

How do changes in Bank Rate affect the money supply in an economy? Explain.

END OF THE QUESTION PAPER