Date: *SUBJECT: ECONOMICS*

II PUC
Mock paper II

Timings Allowed: 3 Hrs.   *Total Marks: 100*

PART-A

I. Answer the following questions.   **1×10=10**
1. What is Demand for money?
2. Define price Rigidity.
3. Give the meaning of supply.
4. Give the meaning of elasticity of demand.
5. State the meaning of Marginal Propensity to Consume.
6. Give the meaning of foreign trade.
7. What are intermediate goods.
8. What is oligopoly.
9. Give the meaning of investment.
10. What is per-capita income.

PART-B

II. Answer any 10 of the following.   **2×10=20**
1. What is Giffens paradox?
2. Name any 4 determinants of supply.
3. Distinguish between Nominal National Income and Real National Income.
4. What is progressive taxation?
5. Distinguish between autonomous and induced investment.
6. State any 2 sources of Non-tax revenue.
7. State any 4 functions of central Bank.
8. State any 4 objectives of Fiscal Policy.
9. How does GNP differ from GDP?
10. Give the meaning of deficit financing.
11. What is multi-lateral trade?
12. What is demand function?

PART-C

III. Answer any 8 of the following   **5×8=40**
1. What are the differences between cardinal and ordinal approaches to utility analysis?
2. Explain the macro-economic identities.
3. What is investment? Explain the types of investment.
4. Explain the laws of returns to scale with the help of diagram.
5. Distinguish between Micro and Macro-Economics.
6. Explain the 3 motives of demand for money.
7. Explain the nature of mixed economy . How does it differ from market economy?
8. Discuss the various types of Short Run cost.
9. Explain the various limitations of macro economics.
10. Analyse why GDP is not a barometer of economic welfare but only a rough indicator.

11. Explain the quantitative methods of credit control.

12. Explain the theories of determination of exchange rate.

PART-D

IV. Answer any 2 of the following questions .   **10×2=20**

   1. Show how the invisible hand guides the producers and consumers towards equilibrium in a perfect competitive market.

   2. Explain the indifference curves and indifference map with the help of schedule and diagram.

   3. Discuss the classification of Price Elasticity of Supply.

   4. Explain the concept of Budget Line and Budget Set with an example.

PART-E

V. Answer any 2 of the following Questions.   **5×2=10**

   1. If the demand and supply function of raw cotton are Qd=250-50P and Qs=25+25P. Find the equilibrium price and the equilibrium quantity demanded and supplied and proves that any price other than equilibrium price leads either to excess supply or excess demand.

   2. The market demand curve for commodity and total cost for monopoly firm producing the commodity is given by the schedule below:

Quantity	0	1	2	3	4	5	6	7	8
Price In rupees	52	44	37	31	26	22	19	16	13
Total Cost in rupees	20	60	85	100	102	105	109	115	125

   Use the information to calculate the following:
   a) The MR and MC schedules
   b) The quantities for which the MR and MC are equal
   c) The equilibrium quantity of output and equilibrium price of the commodity.

   3. As per the demand function Qd=30-25P,when the price of tomato per Kg is Rs.8,10,12,14,16 then calculate the quantity of demand and derive an individual demand curve.

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