



# JAIN COLLEGE

463/465, 18th Main Road, SS Royal, 80 Feet Road, Rajarajeshwari Nagar,  
Bangalore - 560 098

**Date:**

**SUBJECT: ECONOMICS**

**II PUC  
Mock - II**

**Timings Allowed: 3 Hrs 15 Minutes**

**Total Marks: 100**

• **Instructions:**

- i) Question paper contains five parts.
- ii) Answer all the questions.
- iii) Number the answer properly.
- iv) Draw the diagrams wherever necessary.

**Part - A**

**1. Answer the following in a sentence each.**

**1×10=10**

1. What do you mean by exchange rate?
2. Give the meaning of multiplier.
3. Define money.
4. Expand GDP.
5. Give the meaning of duopoly.
6. Name any 2 pioneers of macroeconomics.
7. What are normal goods?
8. Give the meaning of production cost.
9. Why the problem of choice arises?
10. What is marginal rate of substitution?

**Part- B**

**2. Answer any 10 of the following in 4 sentences each.**

**2×10=20**

1. Distinguish between balance of trade and balance of payments.
2. What do you mean by non-plan revenue expenditure? Give an example.
3. Write the difference between deficit and surplus budget.
4. Mention the factors affecting marginal propensity to consume.
5. Distinguish between primary deposits and derivative deposits.
6. Distinguish between intermediate goods and final goods.
7. What are inferior goods?
8. Why is marginal cost curve U shaped?
9. What is meant by break-even point?
10. Write any 2 differences between micro and macroeconomics.
11. What are the differences between total and marginal utility?
12. What are complementary goods? Give an example.

**Part- C**

**3. Answer any 8 of the following in 15 sentences each.**

**5×8=40**

1. Examine the structure of balance of payments.
2. Explain any 2 instruments of fiscal policy.
3. Briefly explain the consumption and investment function.
4. Write a short note on the supply of money.
5. Briefly explain the uses of micro economics.
6. Explain the basic problems of an economy.
7. State the law of diminishing marginal utility and write its assumptions.

8. What do you mean by shifts in demand curve? Explain diagrammatically.
9. What are iso-quants? Explain with the help of a diagram.
10. Briefly explain the stages of returns to scale.
11. Explain the nature and scope of macroeconomics.
12. Briefly explain any 2 methods of calculating national income.

**Part- D**

**4. Answer any 2 of the following in 40 sentences each.**

**10×2=20**

1. Describe the functions of money.
2. Discuss the long run equilibrium under monopoly.
3. Explain the classification of price elasticity of supply with the help of diagrams.
4. Explain the concept of budget line and budget set graphically with the help of examples.

**Part- E**

**5. Answer any 2 of the following in 15 sentences each.**

**5×2=10**

1. As per the demand function  $Q_d = 30 - 2p$ , when the price of tomato per kg is Rs. 8,10,12,14, and 16, then calculate the quantity of demand and derive an individual demand curve.
2. Calculate the missing costs.

Output in units	FC	TVC	TC	AFC	AVC	AC
1	50	?	70	50	?	?
2	?	30	?	25	?	40
3	50	?	90	?	13.33	30
4	50	60	110	12.5	15	27.5
5	50	90	?	10	18	?

3. The market demand curve for a 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 Rs.	52	44	37	31	26	22	19	16	13
Total Cost in Rs.	20	60	85	100	102	105	109	115	125

Use the information to calculate the following:

- MR and MC schedules
- The quantities for which the MR and MC are equal
- The equilibrium quantity of output and equilibrium price of the commodity.

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