

**ICSE Board**  
**Class X – Economics**  
**Board Paper –2018**

**Time: 2 hrs**

**Total Marks: 80**

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**General Instructions:**

1. Answers to this paper must be written on the paper provided separately.
  2. You will **not** be allowed to write during the first **15** minutes.  
*This time is to be spent in reading the question paper.*
  3. The time given at the head of the paper is the time allotted for writing the answers.
  4. Attempt **all** questions from **Part I** and **any four** questions from **Part II**.
  5. The intended marks of questions or parts of questions are given in brackets [ ].
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**SECTION A (40 Marks)**

*Attempt **all** questions from this section*

**Question 1**

- (a) Give two reasons as to why the division of labour is an advantage to the producer?[2]
- (b) Define the term cementer awareness. [2]
- (c) Why do small farmers suffer during inflation? [2]
- (d) Which are thence sources of public revenue? [2]
- (e) Define the term labour as a factor of production. [2]

**Question 2**

- (a) Explain any one factor that affects the supply of a commodity. [2]
- (b) What do you understand by the term 'near money'? [2]
- (c) A list of goods arc given below. Stale whether it is fixed capital or circulating capital [2]
  - (i) Machines
  - (ii) Raw material
  - (iii) Fuel
  - (iv) Office furniture
- (d) With the help of on example explain the term productive debt. [2]
- (e) Explain any two characteristics of capital. [2]

**Question 3**

- (a) How is land different from labour? [2]
- (b) Draw a diagram showing a perfectly elastic demand curve [2]
- (c) With help of an example explain the term complementary goods. [2]
- (d) Name any two source of external debt for India. [2]
- (e) Differentiate between creeping and running inflation. [2]

**Question 4**

- (a) Mention two ways by which efficiency of labour can he improved. [2]

- (b) What does the term 'nationalisation of banks' mean? [2]  
(c) Why is India considered to be in a virtual debt trap? [2]  
(d) Give any two reasons for giving the monopoly right of note issue to the Central Bank. [2]  
(e) Mention any two duties of a consumer. [2]

### **SECTION B (40 Marks)**

Attempt any four questions from this Section

#### **Question 5**

- (a) Give any five differences between product and process based division of labour. [5]  
(b) Explain any five rights of the consumers as accepted by the Indian law. [5]

#### **Question 6**

- (a) How do the manufacturers and traders exploit the consumers? [5]  
(b) Explain the role of an entrepreneur in the economic development of the country. [5]

#### **Question 7**

- (a) How is a commercial bank different from a central bank? [5]  
(b) What are the merits of an indirect tax? [5]

#### **Question 8**

- (a) With the help of a graph explain relatively inelastic demand for a commodity. [5]  
(b) Discuss any five advantages of having a bank account. [5]

#### **Question 9**

- (a) Explain any five characteristics of tax. [5]  
(b) [5]  
(i) What is meant by the term demand pull inflation?  
(ii) Discuss any three causes of demand pull inflation.

#### **Question 10**

- (a) [5]  
(i) Define the term demand.  
(ii) Explain any three factors that affect the demand for a commodity.  
(iii) Why articles of distinction or the Veblen are effect an exception to the law of demand?  
(b) Discuss any five reasons for growth of public expenditure in India. [5]