

MODEL TEST PAPER

II PUC ECONOMICS

Time: 1.30 HRS

Max. Marks: 50

From Micro Chapter 1 To Chapter - 3 (3.5)

PART – A

I. Choose the Correct Answer:

1 × 5 = 5

- The scarce resources of Economy have
 - Competing Usages
 - Single Usages
 - Unlimited Usages
 - None of the above
- Central problems of an economy includes.
 - What to produce
 - How to produce
 - For whom to produce
 - All of the above
- Utility is
 - Objective
 - Subjective
 - Both a and b
 - None of the above
- A Vertical Demand Curve is
 - Perfectly elastic
 - Perfectly inelastic
 - Unitary elastic
 - None of the above
- In the short run, a firm
 - Can change all the input
 - Can not vary all the inputs
 - Can keep the input fixed
 - None of the above

II. Fill in the blanks:

1 × 5 = 5

- In reality, all economies are _____
- Two indifference curves never _____ each other
- In the Long run, all input are _____
- Margin product and Average product curves are _____ in shape
- _____ is defined as the output per unit of variable input

III. Match the following:

1 × 4 = 4

- | 11. | A | B |
|-----|----------------------|-------------------------------|
| 1. | Market Economy | (a) Constant Returns to Scale |
| 2. | Service of a teacher | (b) Downward Sloping |
| 3. | Demand curve | (c) Skill |
| 4. | CRS | (d) Private Ownership |

II PUC Economics

IV. Answer the following questions in a sentence/word.

1 × 4 = 4

12. Give the meaning of Micro economics.
13. What is budget line?
14. Expand MRS.
15. What is Total Fixed cost?

PART – B

V. Answer any three of the following question in four sentences each.

2 × 3 = 6

16. What is production possibility Frontier?
17. Distinguish between Micro and Macro Economics.
18. What si Monotonic preferences?
19. State the Law of Shortrun and Longrun Demand.
20. Give the meaning of the concepts.

PART – C

VI. Answer any two of the following questions in fifteen sentences each.

4 × 2 = 8

21. Write a short note on centrally planned economy.
22. Explain the indifference map with a diagram.
23. Briefly explain the budget set with the help of a diagram.
24. Explain Isoquant with help of the diagram.

PART – D

VII. Answer any one of the following questions in twenty sentences each.

6 × 2 = 12

25. Explain the law of diminishing Marginal Utility with the help of a table and diagram
26. Explain the optimal choice of consumer with help of a diagram.
27. Explain the shapes of TP, MP and AP curves.

PART – E

VIII. Answer any 1 of the following assignment or project and assignment orientend questions.

6 × 1 = 6

28. Explain the Market demand with the help of a diagram.
29. Project and Assignment Oriented Question. Find the Missing products in the following table.

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

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