
ECONOMICS

(Two Hours)

Answers to this Paper must be written on the paper provided separately.

You will **not** be allowed to write during the first **15** minutes.

This time is to be spent in reading the question paper.

The time given at the head of this Paper is the time allowed for writing the answers.

Attempt **all** questions from **Section A** and **any four** questions from **Section B**.

The intended marks for questions or parts of questions are given in brackets [].

SECTION A (40 Marks)

Attempt **all** questions from this Section

Question 1

- (a) Give any two points of differences between *fixed* and *saving* deposits. [2]
- (b) Explain the meaning of *Productivity of Land*. [2]
- (c) Mention the *two sources* of revenue for the government. [2]
- (d) Explain *any two duties* of a consumer. [2]
- (e) Define the term *capital* as a factor of production. [2]

Question 2

- (a) What is meant by *proportional* tax? [2]
- (b) Give *any two* points of differentiation between *creeping* inflation and *running* inflation. [2]
- (c) How does the *price of a commodity* affect the *supply* of a commodity? [2]
- (d) Mention the *first four* stages of evolution of money. [2]
- (e) Explain *any one disadvantage* of the barter system of exchange. [2]

This Paper consists of 3 printed pages and 1 blank page.

Question 3

- (a) What is *consumer awareness*? [2]
- (b) Define the term *market*. [2]
- (c) Explain *any one type* of public debt. [2]
- (d) What does public finance mean? [2]
- (e) Give any two points of differentiation between *perfect* and *monopolistic* competition. [2]

Question 4

- (a) Explain the meaning of *Composite Demand* with the help of an *example*. [2]
- (b) Define the term *Money*. [2]
- (c) What is *demonetisation*? [2]
- (d) Mention *any two objectives* of *Goods & Services Tax (GST)*. [2]
- (e) State two points of difference between *revenue* expenditure and *capital* expenditure. [2]

SECTION B (40 Marks)

Attempt any four questions from this Section

Question 5

- (a) (i) What is meant by *Efficiency of labour*? [5]
(ii) State any four reasons for *low efficiency of labour* in India.
- (b) Explain *any five ways* by which *consumers are exploited* in India. [5]

Question 6

- (a) With reference to demand: [5]
- (i) Explain the law of demand.
 - (ii) Draw a diagram representing *law of demand*.
- (b) Explain *any five factors* affecting the demand for a commodity. [5]

Question 7

- (a) Define *land*. Explain *any four characteristics* of land. [5]
- (b) Briefly explain *any five rights* of a consumer. [5]

Question 8

- (a) Explain briefly any five merits of Indirect taxes. [5]
- (b) What are the *reasons* for *growth of public expenditure* in India? [5]

Question 9

- (a) Explain *any five characteristics* of *labour* as a factor of production. [5]
- (b) Mention five points of difference between a *commercial* and a *central* bank. [5]

Question 10

- (a) (i) What do you understand by *relatively inelastic* demand? [5]
- (ii) Draw a well labelled diagram to show *relatively inelastic* demand.
- (b) (i) What is the meaning of *demand pull inflation*? [5]
- (ii) Explain *any three causes* of *demand pull inflation*.