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

**Question 2**

1. What is meant by *proportional* tax? [2]
2. Give *any two* points of differentiation between *creeping* inflation and

*running* inflation.

[2]

1. How does the *price of a commodity* affect the *supply* of a commodity? [2]

## Mention the *first four* stages of evolution of money. [2]

1. Explain *any one disadvantage* of the barter system of exchange. [2]

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

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**Question 3**

1. What is *consumer awareness*? [2]
2. Define the term *market*. [2]
3. Explain *any one type* of public debt. [2]

## What does public finance mean? [2]

1. Give any two points of differentiation between *perfect* and *monopolistic*

## competition.

[2]

# Question 4

1. Explain the meaning of *Composite Demand* with the help of an *example*. [2]

## Define the term *Money*. [2]

1. What is *demonetisation?* [2]
2. Mention *any two objectives* of *Goods & Services Tax (GST)*. [2]
3. 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

1. (i) What is meant by *Efficiency of labour*?

(ii) State any four reasons for *low* e*fficiency of labour* in India.

[5]

1. Explain *any five ways* by which *consumers are exploited* in India. [5]

# Question 6

## With reference to demand:

* 1. Explain the law of demand.
  2. Draw a diagram representing *law of demand*.

[5]

1. 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**

1. Explain *any five characteristics* of *labour* as a factor of production. [5]
2. Mention five points of difference between a *commercial* and a *central*

## bank.

[5]

# Question 10

1. (i) What do you understand *by relatively inelastic* demand?
   1. Draw a well labelled diagram to show *relatively inelastic* demand.

[5]

1. (i) What is the meaning of *demand pull inflation*?
   1. Explain *any three causes* of *demand pull inflation*.

[5]