
Summative Assessment-1 Examination 2014

Economic
Class – XII

Time allowed: 3 hours

Maximum Marks: 90

General Instructions:

Answer the following questions.

Section A

1. What is MU_m ?
2. Define Giffen Goods?
3. Why does P.P.C look concave to the origin?
4. What is Opportunity Cost?
5. What is fixed cost?
6. Distinguish between Micro and Macro-Economics with suitable example.
7. What are the properties of an IC?
8. Discuss between AB and MP?
9. How does figure A differ figure B:
10. What do you understand by price Elasticity of Demand? State all the factors which influence it.
11. Total revenue at a price of Rs. 4 is Rs 480. Total revenue increases by Rs 240 when it's price rises by 25%. Calculate the price elasticity of SS?

Or

A consumer buys 8 units of goods at a price of Rs 7 per unit. When Price Rises to Rs 8 per unit, he buys 7 units. Calculate the price elasticity of demand by TE method.

12. What are the causes of Increase in Demand? Explain it with diagram.
13. What are the various steps of National Income Method?
14. State the "LAW OF DEMAND" with the help of a diagram.
15. Explain it in a single line:
 - i. Why is Demand for water is Inelastic?
 - ii. What is Market Economy?
 - iii. What do you mean by complements of Goods? Give examples.
16. Define:
 - a) Gross Price Elasticity of Demand
 - b) Income Elasticity of Demand
 - c) Price Elasticity of Demand

Section B

17. What is 'Depreciation'?

18. What is Barter Economy?
19. Give two examples of invisible exports.
20. Define flexible exchange rate.
21. What is National Income?
22. Explain different functions of money.
23. Find $G.V.A._{fc}$ from the following data:

Items	Value
(i) Import duty	Rs 1,000
(ii) Excise duty	Rs 1,000
(iii) Output sold	Rs 5,000 (units)
(iv) Price per unit of output	Rs 6
(v) Change in stock	Rs 600
(vi) Intermediate cost	Rs 16,00
(vii) Subsidy	Rs 500

24. Explain Circular Function of Income.
25. Classify the following into intermediate-goods and capital goods.
 - a) Machines purchased by a dealer of machines.
 - b) A car purchased by a house-hold.
 - c) Chalks, dusters etc. purchased by a school
26. Do you think real G.N.P is a true indicator of economic growth?
27. Whether the following should be included while estimating National Income?
Give reason for your answer.
 - a) Festival gifts from an employer,
 - b) Rent free house from an employer,
28. Distinguish between Micro Economics and Macro Economics.
29. Explain Personal Disposable Income.
30. Explain the value added method of National Income measurement.
31. Describe the problem of Double entry accounting system of National Income.
32. From the following information's, find out
 - a) National Income
 - b) Net National Disposable Income

Items	Rs (in crores)
(i) Net-domestic fixed capital formation	200
(ii) Factor income from abroad	30
(iii) Change in stock	(-) 20
(iv) Net indirect tax	120
(v) Net current transfer to abroad	(-) 10
(vi) Private final consumption expenditure	800
(vii) Consumption of fixed capital	100
(viii) Net imports	(-) 50
(ix) Govt. final consumption expenditure	300
(x) Net factor income to abroad	40

Or

Items	Rs (in crores)
(i) Net National disposable income	1,100
(ii) Net indirect tax	120
(iii) Private final consumption expenditure	750
(iv) Govt. final consumption expenditure	250
(v) Net domestic fixed capital formation	200
(vi) N.F.I.A	(-) 40
(vii) Net imports	(-) 20
(viii) Depreciation	50
(ix) Change in stock	10