

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]

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*.