



JAIN COLLEGE V V Puram

II PUC Mock Paper 1 – January - 2025

Course: II PUC
Subject: Economics
Max. Marks: 80
Duration: 3 hours

INSTRUCTIONS: (a) write question numbers legibly in the margin.
(b) answer for the questions should be continuous.
(c) answer all the questions in Part A.

PART A

I. Choose the correct answer. Each question carries 1 mark.

1X5=5

1. When TU is constant MU becomes
(a) zero (b) maximum (c) negative (d) Positive
2. Find the total cost where TFC is 100 and TVC is 125.
(a) 25 (b) 175 (c) 125 (d) 225
3. In perfect competition, buyers and sellers are
(a) Price makers (b) price takers (c) Price analysts (d) None of these
4. The study of Macro economics is related to
(a) Micro economics (b) macro economics
(c) Both micro and macroeconomics (d) None of the above
5. The Banks which acts as monetary authority of India
(a) NABARD (b) RBI (c) Commercial banks (d) IDBI

II. Fill in the blanks

1x5=5

(product method, decrease, iso-quant, barter system, horizontal summation, inventory)

6. Method of adding to individual demand curve is called.....
7.is the set of all the possible of two inputs that yield same maximum possible level of output.
8. If the demand curve shifts leftward and supply curve shifts rightward, equilibrium price will.....
9. Value added method is the alternative name of.....
10. Economic exchanges without the use of money are referred to as

III. Match the following

11.

1x5=5

A	B
Normative economics	Perfect knowledge
Perfect competition	Downward sloping
Demand curve	Evaluate the mechanism
Liabilities	Skill
labour	Deposits
	$Q_d = a + b$

IV. Answer the following questions in a word/sentence each.**1x5=5**

12. What does a combination below the PPF indicates?
13. Give the meaning of demand function.
14. What is normal profit?
15. What is budget?
16. What do you mean by net invisibles in balance of payment?

PART B**V. Answer any SIX of the following questions in about 4 sentences each.****6x2=12**

17. List out the basic economic activities.
18. Mention the types of elasticity of demand?
19. Write the meaning of cost function of a firm.
20. Write the meaning of excess demand and deficient demand.
21. Write the meaning of opportunity cost with an example.
22. Give the meaning of imports.
23. If CRR is 20% calculate money multiplier.
24. Give an example of digital transactions.
25. If the value of MPC is 0.75 calculate the value of MPS and investment multiplier.
26. Mention any two direct and indirect taxes of Central Government

PART C**VI. Answer any FIVE of the following questions in about 12 sentences each.****5x4=20**

27. Explain the concept of production possibility frontier.
28. Suppose an individual buys 15 apples at the price Rs 5 per apple and then if the price increases to Rs 7 per apple she reduces the demand to 12 apples. Find out the price elasticity of demand.
29. Explain the long run cost concepts.
30. Briefly explain the features of perfect competition.
31. Explain the circular flow of income with the help of a chart.
32. Write a note about the functions of commercial banks.
33. Briefly explain the consumption function.
34. Write a chart of components of current account.

PART D**VII. Answer any THREE of the following questions in about 20 sentences each.****3X6=18**

35. Explain the features of indifference curve with the help of diagram.
36. Suppose the market demand and supply curves of wheat are given by $QD = 250 - p$ and $Qs = 150 + p$.
 - a) Find equilibrium price.
 - b) Find equilibrium quantity of demand and supply.
 - c) Equilibrium quantity of demand and supply is 50. Find new Equilibrium quantity of demand and supply if price is greater than equilibrium price.
37. Explain the expenditure method of measuring GDP.
38. Explain the open market operation.
39. Write a note on balance of payment.

PART E**VIII. Answer any TWO of the practical oriented questions.****2x5=10**

40. A consumer wants to consume two goods. The price of bananas is Rs.20 and the price of mangoes is Rs.30 the consumer income is Rs.100.
- How much bananas can she consume if she spends her entire income on that good.
 - How much mangoes can she consume if she spends her entire income on that good.
 - Is the slope of budget line downward or upward?
 - Are the bundles on the budget equal to the consumer's income or not?
 - If you want to have more of bananas you have to give up mangoes. Is it true?

41. Find the missing products in the following table.

Factor 1	TP	MP	AP
0	0	0	0
1	15	-	15
2	32	-	16
3	45	13	15
4	-	7	-
5	-	6	11.4
6	60	2	10

42. Find the missing values

Production level	Total production	Intermediate goods	Value added
Wheat (farmer)	600	0	
Flore(A miller)		600	300
Bread (baker)	1200		300
Retail shop owner		1200	200
Gross value added			
