



SRI BHAGAWAN MAHAVEER JAIN COLLEGE

Vishweshwarapuram, Bengaluru.

Mock Paper 1 (2017-18)

Course: II PUC

Subject: Economics (ABES, ABEM, ABEC)

Max. Marks: 100

Duration: 3 hrs

Part-A

I. Answer all the following questions in one sentence each.

1x10=10

1. Who coined the terms Micro and Macro Economics?
2. Why is an indifference curve downward sloping from left to right?
3. What is the relationship between price and demand for the complementary goods?
4. Write the production function in the form of an equation
5. What is product differentiation?
6. What do you mean by "Laissez faire" policy?
7. What are intermediate goods?
8. Expand ATM.
9. Give the meaning of consumption.
10. Give any two examples of direct tax?

Part-B

II. Answer any ten the following questions in four sentences each.

2x10=20

11. Give the difference between inductive method & deductive method.
12. Find two differences between budget line and budget set.
13. $Q_d=30-2p$ is demand function of onion. Suppose the price of onion in market is Rs.10 per kg. Calculate the quantity demanded.
14. What is the shape of MC and AC curve?
15. Name any four determinants of supply.
16. What is selling cost?
17. Who are the pioneers in micro and macro-economics?
18. Write the difference between real and nominal national income
19. What is high powered money?
20. Distinguish between consumers goods & capital goods give examples.
21. What is progressive tax?
22. What is fixed exchange rates?

Part -C

III. Answer any eight of the following questions in fifteen sentences each.

5x8=40

23. Explain the uses of Micro Economics?
24. What are the differences between cardinal and ordinal approaches to utility analysis?
25. Why does the demand curve slope downwards? Explain with a diagram.
26. Explain the law of return to scale with the help of table & diagram.
27. Explain the law of supply with the help of a schedule and diagram.
28. What is oligopoly market? Write down the characteristics of oligopoly market?
29. Explain the circumstances for the emergence of macro-economics.
30. Explain the problems in measurement of national income.
31. Explain the quantitative instruments of monetary policy of the RBI.
32. Explain the concepts of saving and investment. Discuss the equality between saving and investment.
33. Does public debt impose a burden on future generation? Explain.
34. Explain the structure of BOP.

Part -D

IV. Answer any two of the following questions in forty sentences each.

10x2=20

35. Explain the law of diminishing marginal utility with a schedule and diagram.
36. Explain the meaning of various short run cost with the help of a table and diagram.
37. Explain how the short run and the long run supply curve of a firm is derived under perfect competition.
38. Explain the functions of commercial banks?

Part-E

V Answer any two of the following questions in fifteen sentences each.

5x2=10

39. Calculate the following cost Concepts.

Out put	TC	TFC	TVC	AC	AVC	AFC
0	50					
1	150					
2	250					
3	350					
4	450					
5	550					
6	650					
7	750					
8	850					
9	950					
10	1050					

40. Imagine there are only 3 consumers in a market. They are x y & z their demand for a good is given as follows. Calculate the market demand for the goods.

Price	X's demand	Y's demand	Z's demand	Market Demand
2	160	200	300	
4	140	180	250	
6	120	150	210	
8	100	100	150	
10	80	70	110	
12	60	30	70	
14	40	10	50	

41. Identify the Stock & Flow concepts.
Foreign Currency reserves, total, Borrowings, Food grain stock, Nation income, Capital formation, Imports, Exports.
