

THANJAVUR DISTRICT

A. VENNELA
KumbakonamTJQ
XII - StdQUARTERLY EXAMINATION - 2022
ECONOMICS

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Marks : 90

Time : 3.00 Hrs

Part - A

Note : (i) Answer all the questions. (ii) Choose the most appropriate answer from the given four alternatives and write the option code and the corresponding answer :-
20 X 1 = 20

- Who coined the word "Micro"?
a) Adam Smith b) J.M. Keynes c) Ragnar Frisch d) Karl Marx
- Economic system representing equality in distribution is
a) Capitalism b) Globalism c) Mixedism d) Socialism
- Quantity of a Commodity accumulated at a point of time is termed as
a) Production b) Stock c) Variable d) Flow
- Macroeconomics is a study of
a) Individuals b) Firms c) a Nation d) Aggregates
- The Government uses rates of taxation for levying income tax to bring about equality.
a) Progressive b) Regressive c) Minimum d) GST
- Net national product at factor cost is also known as
a) National Income b) Domestic Income c) Percapita Income d) Salary
- Per capita income is obtained by dividing the National income by
a) Production b) Population of a Country c) Expenditure d) GNP
- PQLI is the indicator of
a) Economic growth b) Economic welfare c) Economic progress d) Economic development
- Every able bodied person who is willing to work at the prevailing wage rate is employed called as
a) Full employment b) Under employment c) Unemployment d) Employment opportunity
- Say's law stressed the operation of in the Economy
a) Induced price mechanism b) Automatic price mechanism
c) Induced demand d) Induced investment
- An increase in the Marginal propensity to consume will
a) Lead to consumption function becoming steeper
b) Shift the consumption function upwards
c) Shift the consumption function downwards
d) Shift savings function upwards.
- As national income increases.
a) The APC falls and gets nearer in value to the MPC.
b) The APC increases and diverges in value from the MPC.
c) The APC stays constant.
d) The APC always approaches infinity
- Money is
a) Acceptable only when it has intrinsic value b) Constant in purchasing power
c) The most liquid of all assets d) Needed for allocation of resources
- inflation is in noway dangerous to the Economy.
a) Walking b) Running c) Creeping d) Galloping
- Credit creation means.
a) Multiplication of loans and advances b) Revenue c) Expenditure d) Debt
- ARDC started functioning from
a) June 3, 1963 b) July 3, 1963 c) June 1, 1963 d) July 1, 1963

17. In general, a primary reason why nations conduct international trade is because
- Some nations prefer to produce one thing while others produce another.
 - Resources are not equally distributed among all trading nations.
 - Trade enhances opportunities to accumulate profits
 - Interest rates are not identical in all trading nations,
18. Tourism and travel are classified in which of balance of payments accounts?
- Merchandise trade account
 - Services account
 - Unilateral transfers account
 - Capital account
19. International monetary fund is having its headquarters at
- Washington
 - New York
 - Vienna
 - Geneva
20. BENELUX is a form of
- Free trade area
 - Economic union
 - Common Market
 - Customs Union

PART - II

Note : Answer any seven questions. Q.No. 30 is compulsory :-

7 X 2 = 14

- What is meant by an 'Economy'?
- Write a note on Four sector model.
- Define National Income.
- Give short note on frictional unemployment.
- What is consumption function?
- What is plastic money? Give example.
- Define Central Bank.
- State any two merits of international trade.
- When and where was SAARC secretariat established?
- Classify the Economics based on status of development.

PART - III

Note : Answer any seven questions. Q.No. 40 is compulsory :-

7 X 3 = 21

- Enumerate the features of mixed Economy.
- Briefly explain the two sector circular flow model.
- List out the uses of national? income.
- According to classical theory of employment, how wage reduction solve the problem of unemployment diagrammatically explain.
- State the propositions of Keynes's Psychological law of Consumption.
- Write a note on metallic money.
- Distinguish between money market and capital market.
- Compare the classical Theory of international trade with modern theory of international trade.
- Mention the various forms of Economic integration.
- Explain about 'Economic Model'.

PART- IV

Note : Answer all the following questions :-

7 X 5 = 35

- Illustrate the functioning of an Economy based on its activities. (OR)
 - Compare the features among capitalism, secularism and mixedism.
- Explain the importance of national income. (OR)
 - What are the difficulties involved in the measurement of national income.
- Describe the types of unemployment. (OR)
 - Explain the differences between classical theory and keynes theory.
- Illustrate the working of Multiplier. (OR)
 - What are the differences between Marginal Efficiency of Capital (MEC) and Marginal Efficiency of investment (MEI).
- Explain the functions of money. (OR)
 - Describe the phases of Trade Cycle.
- Describe the functions of Reserve Bank of India. (RBI) (OR)
 - What are the objectives of Monetary Policy? Explain.
- Discuss the differences between Internal Trade and International Trade. (OR)
 - Explain the objectives of International Monetary Fund (IMF)