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Reg. No.

Quarterly Examination - 2022
ECONOMICS

Time : 3.00 hrs.

Max. Marks : 90

PART - I

Note : (i) Answer all the questions.

20 x 1 = 20

(ii) Choose the most appropriate answer from the given four alternatives and write the option code and the corresponding answer.

1. Identify the economic system where only private ownership of production exists.
(a) Capitalistic Economy (b) Socialistic Economy (c) Globalistic Economy (d) Mixed Economy.
2. The financial year in India is
(a) April 1 to March 31 (b) March 1 to April 30 (c) March 1 to March 16
(d) January 1 to December 31.
3. Who wrote the book "The General Theory of Employment, Interest and Money".
(a) Marshal (b) J.M. Keynes (c) Adam Smith (d) J.B. Say.
4. Classical theory advocates
(a) Balanced budget (b) Unbalanced budget (c) Surplus budget (d) Deficit budget.
5. If the MPC is 0.5, the multiplier is _____
(a) 2 (b) $\frac{1}{2}$ (c) 0.2 (d) 20.
6. Who is regarded as Father of Modern Macro Economics?
(a) Adam Smith (b) J.M. Keynes (c) Ragnar Frisch (d) Karl Karx.
7. The Largest proportion of national income comes from _____
(a) Private Sector (b) Local sector (c) Public sector (d) None of the above.
8. The concept of multiplier was first developed by _____
(a) J.M. Keynes (b) Marshal (c) R.F. Khan (d) Adam Smith
9. Annual Inflation rate is 10% - 20%, it is called _____
(a) Walking Inflation (b) Galloping Inflation (c) Creeping Inflation (d) Running Inflation.
10. During Inflation, who are the gainers?
(a) Debtors (b) Creditors (c) Wage and salary earners (d) Government.
11. During depression the level of economic activity becomes extremely.
(a) High (b) Bad (c) Low (d) Good.
12. Central Bank is _____ authority of any country.
(a) Monetary (b) Fiscal (c) Wage (d) National Income.
13. Lender of the last resort is one of the functions of.
(a) Central Bank (b) Commercial Bank (c) Land Development Bank (d) Co-operative Bank.
14. NABARD was set up in
(a) July 1962 (b) 1972 (c) 1982 (d) 1992.
15. Who was the first Governor of RBI.
(a) K. C. Panth (b) Ricordo (c) Osborne Smith (d) J.M. Keynes.
16. Identify The Father of Socialism
(a) J.M. Keynes (b) Karl Marx (c) Adam Smith (d) Samuelson.
17. PQLI is the indicator of _____
(a) Economic growth (b) Economic Welfare (c) Economic progress (d) Economic development.
18. Exchange Rates are determined in

- (a) Money Market (b) Foreign exchange market (c) stock market (d) capital market.
19. Favourable trade means value of exports are _____ than that of imports.
(a) More (b) Less (c) More or Less (d) Not more than.
20. Foreign direct investments not permitted in India
(a) Banking (b) Atomic energy (c) Pharmaceutical (d) Insurance

PART – II**NOTE: Answer any 7 questions. Question No. 30 is compulsory.****7 x 2 = 14**

21. What do you mean by Capitalism?
22. Define National Income.
23. What are the components of aggregate supply?
24. Define Multiplier.
25. Define Investment Function.
26. What is plastic money? Give example.
27. Define Commercial Banks.
28. What is meant by Exchange Rate?
29. State any two merits of Trade.
30. Define Repo Rate.

PART – III**Note: Answer any 7 questions. Question No. 40 is Compulsory****7 x 3 = 21**

31. Enumerate the features of mixed economy.
32. What is the solution to the problem of double counting in the estimation of national income?
33. What do you mean by aggregate demand? Mention its components.
34. Mention the difference between accelerator and multiplier effect.
35. State about the components of Balance of Payments.
36. Distinguish between money market and capital market.
37. What are the determinants of money supply?
38. Mention the objectives of demonetizations.
39. What are import quotas?
40. State about H.O. Theorem.

PART – IV**Note : Answer all the questions.****7 x 5 = 35**

41. Discuss the scope of Macro Economics. (OR)
Compare the feature among Capitalism, Secularism and Mixedism.
42. What are the difficulties involved in the measurement of national income? (OR)
Discuss the importance of social accounting in economic analysis.
43. Explain the operation of the Accelerator. (OR)
Explain Keynes psychological law of consumption function with a diagram.
44. Describe the phases of Trade cycle. (OR)
Write short Notes: Deflation, Disinflation and Stagflation.
45. Describe the functions of Reserve Bank of India. (OR)
What are the objectives of Monetary Policy? Explain.
46. Describe the types of Unemployment. (OR)
Critically explain Say's Law of market.
47. Discuss the difference between Internal trade and International Trade. (OR)
How the Rate of Exchange is determined? Illustrate.