

**ECONOMICS**  
**SECOND REVISION TEST -2023**  
**HIGHER SECONDARY SECOND YEAR**

Time : -3.00 hrs

Maximum Marks:- 90.

**PART-A**

**I. Choose the correct answer.**

20 x 1 = 20.

1. The country following Capitalism is \_\_\_\_\_ .  
a) Russia                      b) America                      c) India                      d) China
2. Which is a flow concept ?  
(a) Number of shirts                      (b) Total wealth  
(c) Monthly income                      (d) Money supply
3. In Keynes theory of employment and income, ..... is the basic cause of economic depression.  
(a) Less production                      (b) More demand                      (c) Inelastic supply  
(d) Less aggregate demand in relation to productive capacity.
4. According to Keynes, investment is a function of the MEC and \_\_\_\_\_  
a) Demand                      b) Supply                      c) Income                      d) Rate of interest
5. Repo Rate means.  
a) Rate at which the Commercial Banks are willing to lend to RBI  
b) Rate at which the RBI is willing to lend to commercial banks  
c) Exchange rate of the foreign bank  
d) Growth rate of the economy
6. Which of the following is not an example of foreign direct investment?  
a) the construction of a new auto assembly plant overseas  
b) the acquisition of an existing steel mill overseas  
c) the purchase of bonds or stock issued by a textile company overseas  
d) the creation of a wholly owned business firm overseas
7. ASEAN was created in  
a) 1965                      b) 1967                      c) 1972                      d) 1997
8. Consider the following statements and identify the correct ones.  
i. Central government does not have exclusive power to impose tax which is not mentioned in state or concurrent list.  
ii. The Constitution also provides for transferring certain tax revenues from union list to states.

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- a) i only                      b) ii only                      c) both                      d) none
9. In a pure public good, consumption is -----  
a. Rival                      b. Non-rival                      c. Both                      d. None of the above
10. M.N. Roy was associated with -----  
a) Congress Plan                      b) People's Plan  
c) Bombay Plan                      d) None of the above
11. The data collected by questionnaires are \_\_\_\_\_.  
(a) Primary data.                      (b) Secondary data.  
(c) Published data.                      (d) Grouped data.
12. \_\_\_\_\_ is a decrease in the rate of inflation.  
(a) Disinflation                      (b) Deflation                      (c) Stagflation                      (d) Depression
13. International trade differs from domestic trade because of  
a) Trade restrictions                      b) Immobility of factors  
c) Different government policies                      d) All the above
14. International Development Association is an affiliate of  
a) IMF                      b) World Bank                      c) SAARC                      d) ASEAN
15. Conversion of public debt means exchange of  
a) new bonds for the old ones  
b) low interest bonds for higher interest bonds  
c) Long term bonds for short term bonds                      d) All the above
16. The word biotic means environment  
a. living                      b. non-living                      c. physical                      d. None of the above
17. Which is not the feature of economic growth?  
a) Concerned with developed nations                      b) Gradual change  
c) Concerned with quantitative aspect                      d) Wider concept
18. The term regression was used by:  
(a) Newton                      (b) Pearson                      (c) Spearman                      (d) Galton
19. The Functions of commercial banks are broadly classified into  
a) Primary Functions                      b) Secondary functions  
c) Other functions                      d) a, b, and c

20. When prices rise slowly, we call it  
(a) galloping inflation (b) mild inflation  
(c) hyper inflation (d) deflation

### PART-B

II. Answer any seven of the following questions,  
Q.no. 30 is compulsory .

7 x 2 = 14

21. Define 'Economic Model'.  
22. Define National Income.  
23. Give short note on frictional unemployment.  
24. Define Accelerator.  
25. What is plastic money? Give example.  
26. Define Central bank.  
27. Define international trade.  
28. Give two examples for direct tax.  
29. What is GNP?  
30. What is Statistics?

### PART-C

III. Answer any seven of the following questions,  
Q.no. 40 is compulsory.

7 x 3 = 21

31. Describe the different types of economic systems.  
32. Explain briefly NNP at factor cost.  
33. Write short note on the implications of Say's law.  
34. Differentiate autonomous and induced investment.  
35. What are the determinants of money supply?  
36. Bring out the methods of credit control.  
37. Distinguish between Balance of Trade and Balance of Payments.  
38. State briefly the functions of SAARC.  
39. Point out any three differences between direct tax and indirect tax.  
40. Trace the evolution of economic planning in India.

**PART-D**

IV. Answer all the question

7 x 5 = 35.

41. ( a ) Illustrate the functioning of an economy based on its activities.  
(or)  
( b ) Narrate the equilibrium between ADF and ASF with diagram.
42. ( a ) Explain the functions of money.  
(or)  
( b ) Discuss the various types of disequilibrium in the balance of payments.
43. ( a ) Explain the principles of federal finance.  
(or)  
( b ) Describe different types of Planning.
44. ( a ) Explain the importance of national income.  
(or)  
( b ) Illustrate the working of Multiplier.
45. ( a ) Explain the role of Commercial Banks in economic development.  
(or)  
( b ) Discuss the role of WTO in India's socio economic development.
46. ( a ) Explain the importance of sustainable development and its goals.  
(or)  
( b ) Find the regression equation Y on X and X on Y for the following data:
- |   |    |    |    |    |    |    |    |    |    |    |
|---|----|----|----|----|----|----|----|----|----|----|
| Y | 45 | 48 | 50 | 55 | 65 | 70 | 75 | 72 | 80 | 85 |
| X | 25 | 30 | 35 | 30 | 40 | 50 | 45 | 55 | 60 | 65 |
47. ( a ) Elucidate the nature and scope of Statistics.  
(or)  
( b ) Bring out the merits of indirect taxes over direct taxes.