

FM

FIRST MID TERM TEST - 2023

TIME : 1.30 HRS

11 - STD

ECONOMICS

MARKS : 45

10 X 1 = 10

**I Answer all the questions.**

1. Find the odd out
  - a) "An Inquiry into the Nature and the Causes of the Wealth of Nations"
  - b) "Principles of Economics"
  - c) "Nature and significance of Economic science"
  - d) "Ceteris Paribus"
2. The equilibrium price is the price at which
  - a) Everything is sold
  - b) Buyers spend their money
  - c) Quantity demanded equals quantity supplied
  - d) Excess demand is zero
3. Author of "An Inquiry into the Nature and causes of wealth of Nations"
  - a) Alfred Marshall
  - b) Adam Smith
  - c) Lionel Robbins
  - d) Paul A Samuelson
4. Given potential price is Rs.250 and the actual price is Rs. 200. Find the consumer surplus
  - a) 375
  - b) 175
  - c) 200
  - d) 50
5. The concept of consumer's surplus is associated with
  - a) Adam Smith
  - b) Marshall
  - c) Robbins
  - d) Ricardo
6. Cobb - Douglas production function assumes
  - a) Increasing return to scale
  - b) Diminishing return to scale
  - c) Constant return to scale
  - d) All of the above
7. Indifference curve approach is based on
  - a) Ordinal approach
  - b) Cardinal approach
  - c) Subjective approach
  - d) Psychological approach
8. Mention the Economics reaped from inside the firm
  - a) Financial
  - b) Technical
  - c) Managerial
  - d) All of the above
9. Which of the following is not a characteristic of land?
  - a) Its limited supply
  - b) It is mobile
  - c) Heterogeneous
  - d) Gift of Nature
10. Name the returns to scale when the output increases by more than 5% increase in the inputs
  - a) Increasing returns to scale
  - b) Decreasing returns to scale
  - c) Constant returns to scale
  - d) All of the above

4 X 2 = 8

**II Answer any four.**

11. Define Positive Economics.
12. Give the meaning of deductive method.
13. State the meaning of indifference curves.
14. What is ISO-cost line?
15. Write the formula of consumers surplus?
16. Define Marginal product of a factor.

4 X 3 = 12

**III Answer any four.**

17. Bring out the relationship among total, average and marginal products.
18. Distinguish between micro economics and macro economics.
19. Compare positive economics and normative economics.
20. What are the properties of indifference curves?
21. Distinguish between extension and contraction of demand.
22. State and explain the elasticity of supply.

3 X 5 = 15

**Answer any three.**

23. Compare and contrast various definitions of economics.
24. Explain basic problems of the economy with the help of production possibility curve.
25. Explain the law of demand and its exceptions.
26. Elucidate the law of diminishing marginal utility with diagram.
27. Elucidate the law of returns to scale. Illustrate.
28. Explain the internal and external economics of scale.