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MAT. HR. SEC. SCHOOL

ECONOMICS**GRADE: XII****TEST NO.6****MARKS: 50****I CHOOSE THE CORRECT ANSWER**

30 X 1 = 30

1. Economic system representing equality indistribution is-----
a) Capitalism b) Globalism c) Mixedism d) Socialism
2. The value of NNP at production point is called
a) NNP at factor cost b) NNP at market cost c) GNP at factor cost d) Per capita income
3. The value of national income adjusted for inflation is called
a) Inflation Rate b) Disposal Income c) GNP d) Real national income
4. Keynes theory pursues to replace laissez faire by
a) No government intervention b) Maximum intervention
c) State intervention in certain situation d) Private sector intervention
5. According to classical theory, rate of interest is a reward for
a) Investment b) Demand c) Capital d) Saving
6. Say's law stressed the operation of in the economy.
a) Induced price mechanism b) Automatic price mechanism c) Induced demand d) Induced investment.
7. Lower interest rates are likely to :
a) Decrease in consumption b) increase cost of borrowing
c) Encourage saving d) increase borrowing and spending
8. -----is a decrease in the rate of inflation.
a) Disinflation b) Deflation c) Stagflation d) Depression
9. Stagflation combines the rate of inflation with
a) Stagnation b) employment c) output d) price
10. The raw materials of Econometrics are:
(a) Data (b) Goods (c) Statistics (d) Mathematics
11. Econometrics is the amalgamation of
(a) 3 subjects (b) 4 subjects (c) 2 subjects (d) 5 subjects
12. The term Uiin regression equation is
(a) Residuals (b) Standard error (c) Stochastic error term (d) none
13. Econometrics is the integration of
(a)Economics and Statistics (b) Economics and Mathematics
(c) Economics, Mathematics and Statistics (d) None of the above
14. Which is not the feature of economic growth?
a) Concerned with developed nations b) Gradual change
c) Concerned with quantitative aspect d) Wider concept
15. Which among the following is a characteristic of underdevelopment?
a) Vicious circle of poverty b) Rising mass consumption
c) Growth of Industries d) High rate of urbanization
16. The non-economic determinant of economic development
a) Natural resources b) Human resource c) Capital formation d) Foreign trade
17. Ecosystem is smallest unit of
a. Ionosphere b. Lithosphere c. Biosphere d. Mesosphere
18. Who developed Material Balance Models?
a. Thomas and Picardy b. AlenKneese and R.V. Ayres
c. Joan Robinson and J.M. Keynes d. Joseph Stiglitz and Edward Chamberlin
19. Environmental goods are -----
a. Market goods b. Non-market goods c. Both d. None of the above

20. 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
21. The word budget has been derived from the French word “bougette” which means
- a) A small bag
 - b) An empty box
 - c) A box with papers
 - d) None of the above
22. Which one of the following deficits does not consider borrowing as a receipt?
- a) Revenue deficit
 - b) Budgetary deficit
 - c) Fiscal deficit
 - d) Primary deficit
23. International Monetary Fund was an outcome of
- a) Pandung Conference
 - b) Dunkel Draft
 - c) Bretton Woods Conference
 - d) Doha Conference
24. Which of the following countries is **not** a member of SAARC?
- a) Sri Lanka
 - b) Japan
 - c) Bangladesh
 - d) Afghanistan
25. IBRD is otherwise called
- a) IMF
 - b) World Bank
 - c) ASEAN
 - d) International Finance Corporation
26. The Tenth BRICS Summit was held in July 2018 at
- a) Beijing
 - b) Moscow
 - c) Johannesburg
 - d) Brasilia
27. SAARC Agricultural Information Centre (SAIC) works as a central information institution for agriculture related resources was founded on
- a) 1985
 - b) 1988
 - c) 1992
 - d) 1998
28. BENELUX is a form of
- a) Free trade area
 - b) Economic Union
 - c) Common market
 - d) Customs union
29. Cyclical disequilibrium in BOP occurs because of
- a) Different paths of business cycle.
 - b) The income elasticity of demand or price elasticity of demand is different.
 - c) long-run changes in an economy
 - d) Both (a) and (b).
30. 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

II ANSWER THE FOLLOWING

3 X 5 = 15

31. Define economic development
32. Mention the indicators of development.
33. Define economic planning.
34. Write a short note on NITI Aayog.
35. What is GNP?
36. What is statistics?
37. What do you mean by Inferential statistics?
38. Define correlation.
39. Define Regression.
40. What is Econometrics?

"There is no substitute for hard work."

ALL THE BEST