FML
11 - Std
Time : 1.30

FIRST MID TERM TEST - 2024
ECONOMICS

Marks : 50

PART - I

Note : (i) Answer all the questions.   10 X 1 = 10

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

1. 'Economics is a study of mankind in the ordinary business of Life' - It is the statement of

   a) Adam Smith   b) Lionel Robbins   c) Alfred Marshall   d) Samuelson

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. Who has given Scarcity definitions of Economics?

   a) Adam Smith   b) Marshall   c) Robbins   d) Robertson

4. Increase in demand is caused by ....

   a) Increase in tax   b) Highter subsidy

   c) Increase in interest rate   d) Decline in population

5. Indifferences curve was first introduced by

   a) Hicks   b) Allen   c) Keynes   d) Edgeworth

6. Cobb - Douglas production function assumes

   a) Increasing returns to scale   b) Diminishing returns to scale

   c) Constant returns to scale   d) All of the above

7. If Average product is decreasing then marginal product

   a) Must be greater than average product

   b) Must be less than average product

   c) Must be increasing   d) both a and c

8. Money cost is also known as .... cost.

   a) Explicit   b) Implicit

   c) Social   c) Read

FML 11 பொருளியல் (EM)   *PAGE - 1*

9. Identify the formula of estimating average cost.

   a) AVC/Q   b) TC/Q   c) TVC/Q   d) AFC/Q

10. A book seller sold 40 books with the price of Rs. 10 each. The total revenue of the seller is Rs. ....

   a) 100   b) 200   c) 300   d) 400

PART - II

II   Note : Answer any five questions.

Q.No. 17 is compulsory :-   5 X 2 = 10

11. Define positive Economics.

12. Give the meaning of deductive method.

13. State the meaning of indifference curves.

14. What are the degrees of price elasticity of Demand?

15. What is ISO - cost line?

16. State the production function?

17. What is meant by Sunk cost?

PART - III

III   Note : Answer any five questions.

Q.No. 24 is compulsory :-   5 X 3 = 15

18. What are the important features of utility?

19. What are the crucial decisions involved in 'What to produces'?

20. Distinguish between extension and contraction of demand?

21. Explain the theory of 'Consumer's Surplus'.

22. State the Cobb - Douglas production function.

23. State the relationship between AC and MC.

24. Define Opportunity cost and provide an example.

PART - IV

IV   Note : Answer all the questions :-

                                                                3 X 5 = 15

25. a) Explain various steps of Deductive and Inductive methods. *(OR)*

    b) If total cost = 10 X Q^3, find out AC, AVC, TFC, AFC when Q = 5.

26. a) Elucidate the Law of Returns of Scale. Illustrate. *(OR)*

    b) Elucidate the Law of diminishing marginal utility with diagram.

27. a) Explain the internal and external Economics of Scale. *(OR)*

    b) Bring out the relationship between AR and MR curves under various price conditions.

FML 11 பொருளியல் (EM)   PAGE - 2