

12 PRegister No. **12 E - 11****First Revision Examination- 2025
ECONOMICS**

Time : 3.00 Hrs.

Marks : 90

20 x 1 = 20**I. Choose the correct answer.**

1. The circular flow model that represents an open economy _____.
a) Two sector model b) Three sector model c) Four sector model d) All the above
2. Expenditure method is used to estimate national income in _____.
a) Construction sector b) Agricultural sector c) Service sector d) Banking sector
3. PQLI is the indicator of _____.
a) Economic growth b) Economic welfare c) Economic progress d) Economic development
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. Classical theory advocates _____.
a) Balanced budget b) Unbalanced budget c) Surplus budget d) Deficit budget
6. If the Keynesian consumption function is $C = 10 + .8y$ then, if disposable income is Rs.1000, what is amount of total consumption?
a) Rs.0.8 b) Rs.800 c) Rs.810 d) Rs.0.81
7. Irving Fisher's Quantity Theory of money was popularized in
a) 1908 b) 1910 c) 1911 d) 1914
8. When prices rise slowly we call it
a) galloping inflation b) mild inflation c) hyper inflation d) deflation
9. The State Financial Corporation Act was passed by _____.
a) Government of India b) Government of Tamil Nadu c) Government of Union Territories
10. The term Globalism coined by _____.
a) Adam Smith b) Marshall c) J.M.Keynes d) Manfred D Steger
11. Net export equals _____.
a) Export X Import b) Export + Import c) Export - Import d) Exports of services only
12. Unfavourable trade means value of exports are _____ than that of imports.
a) More b) Less c) More or Less d) Not more than
13. The other name for Special Drawing Right is _____.
a) Paper gold b) Quotas c) Voluntary Export Restrictions d) None of these
14. Which of the following canons of taxation was not listed by Adam Smith?
a) Canon of equality b) Canon of certainty c) Canon of convenience d) Canon of simplicity
15. The difference between total expenditure and total receipts including loans and other liabilities is called _____.
a) Fiscal deficit b) Budget deficit c) Primary deficit d) Revenue deficit
16. In a pure public good, consumption is _____.
a) Rival b) Non-rival c) Both (a) and (b) d) None of the above
17. Primary cause of soil pollution is _____.
a) Pest control measures b) Land reclamation
18. M.N.Roy was associated with _____.
a) Congress plan b) People's plan c) Bombay plan d) None of the above

19. Econometric is the word coined by
a) Francis Galton b) Ragnar Frish c) Karl Person d) Spearman
20. Who is known as Father of Indian Statistics in India _____
a) P.C. Mahalanobis b) Ronald Fisher c) Ragnar Frish d) Spearman

II. Answer any seven of the following. Q.No.30 is compulsory.

7 x 2 = 14

21. 'Circular Flow of Income' – Define.
22. Define National Income.
23. List out the assumption of Say's Law.
24. What is Consumption Function?
25. Define inflation.
26. Mention the functions of agriculture credit department.
27. What is meant by Exchange Rate?
28. Write a short note on Zero based budget?
29. What is Econometrics?
30. Give example for E-waste.

III. Answer any seven of the following. Q.No.40 is compulsory.

7 x 3 = 21

31. State the importance of Macro Economics.
32. What is the solution to the problem of double counting in the estimation of national income?
33. Write the following in short
(i) Seasonal unemployment (ii) Frictional unemployment (iii) Educated unemployment
34. Differentiate autonomous and induced investment.
35. What is money supply?
36. Mention the objectives of demonetizations?
37. Describe the subject matter of International Economics.
38. State briefly the functions of SAARC.
39. Describe the case for planning.
40. Find the Standard Deviation of the following data:
14, 22, 9, 15, 20, 17, 12, 11

7 x 5 = 35

IV. Answer all the questions.

41. a) Compare the feature among capitalism, secularism and mixedism. (OR)
b) How the Rate of Exchange is determined? Illustrate.
42. a) Discuss the various methods of estimating the national income. (OR)
b) Estimate the co-efficient of correlation with actual mean method for the following data:
- | | | | | | | |
|-----------------------------|---|---|---|---|----|---|
| Age of Cars in Years(X) | 3 | 6 | 8 | 9 | 10 | 6 |
| Cost of Annual Maintains(Y) | 1 | 7 | 4 | 6 | 8 | 4 |
43. a) Narrate the equilibrium between ADF and ASF with diagram. (OR)
b) Explain the concepts of externality and its classification.
44. a) What are the difference between MEC and MEI. (OR)
b) Explain the scope of Public Finance.
45. a) Illustrate Fisher's Quantity theory of money. (OR) b) Describe different types of planning.
46. a) What are the objectives of monetary policy? (OR) b) Write a note on (a) SAARC (b) BRICs
47. a) Elucidate the nature and scope of Statistics. (OR)
b) Discuss the differences between Internal Trade and International Trade.