

St. MARK'S MHSS, KATPADI, VELLORE – 632 007

XII Economics Books Back Questions

1. Define Macro Economics.
2. Define the term 'Inflation'.
3. What is meant by an 'Economy'?
4. Classify the economies based on status of development.
5. What do you mean by Capitalism?
6. Define 'Economic Model'.
7. 'Circular Flow of Income' - Define.
8. Define National Income.
9. Write the formula for calculating GNP.
10. What is the difference between NNP and NDP?
11. Trace the relationship between GNP and NNP.
12. What do you mean by the term 'Personal Income'?
13. Define GDP deflator.
14. Why is self consumption difficult in measuring national income?
15. Define full employment.
16. What is the main feature of rural unemployment ?
17. Give short note on frictional unemployment.
18. Give reasons for labour retrenchment at present situation.
19. List out the assumptions of Say's law.
20. What is effective demand ?
21. What are the components of aggregate supply ?
22. What is consumption function?
23. What do you mean by propensity to consume?
24. Define average propensity to consume (APC).
25. Define marginal propensity to consume (MPC).
26. What do you mean by propensity to save?
27. Define average propensity to save (APS).
28. Define Marginal Propensity to Save (MPS).
29. Define Multiplier.
30. Define Accelerator.
31. Define Money.
32. What is barter?
33. What is commodity money?
34. What is gold standard?
35. What is plastic money? Give example.
36. Define inflation.
37. What is Stagflation?
38. Define Commercial banks.
39. What is credit creation?
40. Define Central bank.
41. Distinguish between CRR and SLR.
42. Write the meaning of Open market operations
43. What is rationing of credit?
44. Mention the functions of agriculture credit department.
45. What is International Economics?

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46. Define international trade.
47. State any two merits of trade.
48. What is the main difference between Adam Smith and Ricardo with regard to the emergence of foreign trade?
49. Define Terms of Trade.
50. What do you mean by balance of payments?
51. What is meant by Exchange Rate?
52. Write the meaning of Special Drawing rights.
53. Mention any two objectives of ASEAN.
54. Point out any two ways in which IBRD lends to member countries.
55. Define Common Market.
56. What is Free trade area?
57. When and where was SAARC Secretariat established?
58. Specify any two affiliates of World Bank Group.
59. Define public finance.
60. What is public revenue?
61. Differentiate tax and fee.
62. Write a short note on zero based budget.
63. Give two examples for direct tax.
64. What are the components of GST?
65. What do you mean by public debt?
66. State the meaning of environment.
67. What do you mean by ecosystem?
68. Mention the countries where per capita carbon dioxide emission is the highest in the world.
69. What are environmental goods? Give examples.
70. What are the remedial measures to control noise pollution?
71. Define Global warming.
72. Specify the meaning of seed ball.
73. Define economic development
74. Mention the indicators of development.
75. Distinguish between economic growth and development
76. What is GNP?
77. Define economic planning.
78. What are the social indicators of economic development?
79. Write a short note on NITI Aayog.
80. What is Statistics?
81. What are the kinds of Statistics?
82. What do you mean by Inferential Statistics?
83. What are the kinds of data?
84. Define Correlation.
85. Define Regression.
86. What is Econometrics?

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Three Marks questions

1. State the importance of Macro Economics.
2. Describe the different types of economic systems.
3. Outline the major merits of capitalism.
4. Indicate the demerits of socialism.
5. Enumerate the features of mixed economy.
6. Distinguish between Capitalism and Globalism.
7. Briefly explain the two sector circular flow model.
8. Write a short note on per capita income.
9. Differentiate between personal and disposable income.
10. Explain briefly NNP at factor cost.
11. Give short note on Expenditure method.
12. What is the solution to the problem of double counting in the estimation of national income?
13. Write briefly about national income and welfare.
14. List out the uses of national income.
15. Write the following in short
 - (i) Seasonal unemployment
 - (ii) Frictional unemployment
 - (iii) Educated unemployment
16. According to classical theory of employment, how wage reduction solve the problem of unemployment diagrammatically explain.
17. Write short note on the implications of Say's law.
18. Explain Keynes' theory in the form of flow chart.
19. What do you mean by aggregate demand ? Mention its components.
20. Explain about aggregate supply with the help of diagram.
21. Write any five differences between classism and Keynesianism.
22. State the propositions of Keynes's Psychological Law of Consumption
23. Differentiate autonomous and induced investment.
24. Explain any three subjective and objective factors influencing the consumption function.
25. Mention the differences between accelerator and multiplier effect
26. State the concept of super multiplier.
27. Specify the limitations of the multiplier
28. Write a note on metallic money.
29. What is money supply?
30. What are the determinants of money supply?
31. Write the types of inflation.
32. Explain Demand-pull and Cost push inflation.
33. State Cambridge equations of value of money.
34. Explain disinflation.
35. Write the mechanism of credit creation by commercial banks.
36. Give a brief note on NBFI.
37. Bring out the methods of credit control.
38. What are the functions of NABARD?
39. Specify the functions of IFCI.
40. Distinguish between money market and capital market.

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41. Mention the objectives of demonetizations
42. Describe the subject matter of International Economics.
43. Compare the Classical Theory of international trade with Modern Theory of International trade.
44. Explain the Net Barter Terms of Trade and Gross Barter Terms of Trade.
45. Distinguish between Balance of Trade and Balance of Payments.
46. What are import quotas?
47. Write a brief note on flexible exchange rate.
48. State the objectives of Foreign Direct Investment
49. Mention the various forms of economic integration.
50. What are trade blocks?
51. Mention any three lending programmes of IMF.
52. What is Multilateral Agreement? Write the agenda of BRICS Summit, 2018.
53. State briefly the functions of SAARC.
54. List out the achievements of ASEAN
55. Describe canons of Taxation.
56. Mention any three similarities between public finance and private finance.
57. What are the functions of a modern state?
58. State any three characteristics of taxation.
59. Point out any three differences between direct tax and indirect tax.
60. What is primary deficit?
61. Mention any three methods of redemption of public debt
62. Brief the linkage between economy and environment.
63. Specify the meaning of material balance principle
64. Explain different types of air pollution.
65. What are the causes of water pollution?
66. State the meaning of e-waste.
67. What is land pollution? Mention the causes of land pollution.
68. Write a note on a) Climate change and b) Acid rain
69. Elucidate major causes of vicious circle of poverty with diagram
70. What are the non-economic factors determining development?
71. How would you break the vicious circle of poverty?
72. Trace the evolution of economic planning in India.
73. Describe the case for planning?
74. Distinguish between functional and structural planning?
75. What are the functions of NITI Aayog?
76. What are the functions of Statistics?
77. Find the Standard Deviation of the following data: 14, 22, 9, 15, 20, 17, 12, 11 (Answer: = 4.18)
78. State and explain the different kinds of Correlation?
79. Mention the uses of Regression Analysis?
80. Specify the objectives of econometrics?
81. Differentiate the economic model with econometric model?
82. Discuss the important statistical organizations (offices) in India?

Five Marks Questions

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1. Discuss the scope of Macro Economics?
2. Illustrate the functioning of an economy based on its activities?
3. Compare the features of capitalism and socialism. ?
4. Compare the feature among Capitalism, Secularism and Mixedism?
5. Explain the importance of national income.
6. Discuss the various methods of estimating the national income of a country.
7. What are the difficulties involved in the measurement of national income?
8. Discuss the importance of social accounting in economic analysis
9. Describe the types of unemployment.
10. Critically explain Say's law of market.
11. Narrate the equilibrium between ADF and ASF with diagram.
12. Explain the differences between classical theory and Keynes theory
13. Explain Keynes psychological law of consumption function with diagram.
14. Briefly explain the subjective and objective factors of consumption function?
15. Illustrate the working of Multiplier.
16. Explain the operation of the Accelerator.
17. What are the differences between MEC and MEI
18. Illustrate Fisher's Quantity theory of money.
19. Explain the functions of money.
20. What are the causes and effects of inflation on the economy?
21. Describe the phases of Trade cycle.
22. Explain the role of Commercial Banks in economic development.
23. Elucidate the functions of Commercial Banks.
24. Describe the functions of Reserve Bank of India.
25. What are the objectives of Monetary Policy? Explain.
26. Discuss the differences between Internal Trade and International Trade.
27. Explain briefly the Comparative Cost Theory.
28. Discuss the Modern Theory of International Trade.
29. Explain the types of Terms of Trade given by Viner.
30. Bring out the components of balance of payments account.
31. Discuss the various types of disequilibrium in the balance of payments.
32. How the Rate of Exchange is determined? Illustrate.
33. Explain the relationship between Foreign Direct Investment and economic development ACTIV
34. Explain the objectives of IMF
35. Bring out the functions of World Bank.
36. Discuss the role of WTO in India's socio economic development.
37. Write a note on a) SAARC b) BRICS
38. Explain the scope of public finance.
39. Bring out the merits of indirect taxes over direct taxes.
40. Explain the methods of debt redemption.
41. State and explain instruments of fiscal policy.
42. Explain the principles of federal finance.
43. Describe the various types of deficit in budget.
44. What are the reasons for the recent growth in public expenditure?
45. Briefly explain the relationship between GDP growth and the quality of environment

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46. Explain the concepts of externality and its classification
 47. Explain the importance of sustainable development and its goals
 48. Discuss the economic determinants of economic development
 49. Describe different types of Planning
 50. Bring out the arguments against planning.
 51. Elucidate the nature and scope of Statistics.
 52. Calculate the Karl Pearson Correlation Co-efficient for the following data

Demand of Product	X	23	27	28	29	30	31	33	35	36	39
Sale of Product	Y	18	22	23	24	25	26	28	29	30	32

53. 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

54. Describe the application of Econometrics in Economics

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