CBSE UNIT TEST PAPER-20

CLASS - XII (ECONOMICS)

Time : 2.5 Hours   **M.M.50**

All questions are compulsory.

Marks for questions are indicated against each.

Section – A
(Introductory Micro Economics)

1. What is meant by Economic problem?   [1]

2. What will be the effect of increase in income of the demand of inferior good?   [1]

3. What does a rightward shit in production possibility curve indicate?   [1]

4. Give the difference between contraction or decrease in demand.   [3]

5. When the price of a commodity rises from Rs. 5 to Rs. 20, then quantity supplied increases 15 units, elasticity of supply is 0.5 Calculate the original & final supply.   [3]

6. What is oligopoly? Give its main features.   [3]

7. Complete the following.   [3]

Units	(AR)	(MR)	(TR)
1	……………..	15	……………
2	12	……………...	………………
3	9	………………	………………
4	………………	………………	24

8. Explain consumer's equilibrium through indifference curve.   [4]

9. Show producee's equilibrium under the following conditions using total Revenue & total lost approach.

Output Units	Price (AR)	Average Cost (AC)
50	20	15
60	20	15
70	20	18
80	20	20

10. Explain the behaviour of total product and marginal product with diagram when only one input is increased while all other inputs are kept unchanged.   [6]

11. Explain through a diagram the effect of a rightward shift in same proportion of demand and supply curves on equilibrium price and quantity. [6]

Section – B [4]

(Introductory Macro Economics)

12. Whether poverty problems of India is micro problem or macro problem. [1]

13. Write transfer of income with example. [1]

14. Define leakages and injection in flow of income. [4]

15. How will you treat the following while estimating domestic product of India? [3]

(i) Rent received by a resident Indian from his property in Singapore.

(ii) Salaries to Indians working in Japanese Embassy in India.

(iii) profits earned by a branch of an American Bank in India.

16. Describe the steps or precautions involved in estimation of national income. [6]