**CBSE UNIT TEST PAPER-19**

**CLASS - XII (ECONOMICS)**

**FIRST TERM UNIT TEST – 2009-10**

**Time :1.5 Hours**                                                                                    **M.M.40**

General Instructions :

All the questions are compulsory.

Marks for questions are indicated against each.

Q. No 1 to 4 are of one mark each, Q 5 to Q-10 are of 3 marks each, Q. 11 to Q. 13 are of 4 marks each and Q.-14 is of 6 marks.

Q.1     What do you mean by opportunity cost                                                     (1)

Q.2     What does a point below the production possibility curve show?                (1)

Q.3     What is price-elasticity of demand?

Q.4     What do you mean by movement along the some supple curve?                 (1)

Q.5     What does the production possibility curve show? When will it shift to rightwards?     (3)

Q.6      Ram has Rs 88 Rs. He wants to purchase X goods & Y goods. The market price of X and Y per unit is     Rs. 8.  The Marginal utility schedule of both goods is given. Find out how many units of X and Y should he but to get max. Satisfaction.                                                     (3)

| Unite | 1 | 2 | 3 | 4 | 5 | 6 | 7 | 8 | 9 | 10 |
|---|---|---|---|---|---|---|---|---|---|---|
| Mu.x | 80 | 72 | 64 | 56 | 48 | 40 | 32 | 24 | 16 | 8 |
| Mu.y | 40 | 36 | 24 | 20 | 16 | 12 | 8 | 4 | 0 | 0 |

Q.7        Why does the law of demand applicable?                                               (3)

Q.8        What do you mean by the law of diminishing returns to scale. Use diagram.     (3)

Q.9    The price of a commodity is increased to Rs 12 from Rs. 10 As a result, demand fall to 100
       unite    Find out the elasticity of demand.                                          (3)

Q.10   Differentiate b/w fixed cost and variable cost.                                      (3)

Q.11   Discuss the relationship b/w AR & MR use diagram.                                    (4)

Q.12   What are the causes of decrease in supply. Give  any four.                           (4)

Q.13   What are the factors affecting the individual demand?                                (4)

Q.14   What are the causes of shifting of demand curve.  Use diagram.                       (6)

                                        OR

Total fixed cost of a firm is Rs 10. Find out total variable cost and total cost using the given table.

| Output | 1 | 2 | 3 | 4 |
|--------|---|---|---|---|
| MC     | 6 | 5 | 4 | 6 |

   b.    Explain the relationship b/w AC & MC using diagram.