

Total number of printed pages : 3

NB/XII/ECO/1

2023

ECONOMICS

Total marks : 80

Time : 3 hours

General instructions:

- i) *Approximately 15 minutes is allotted to read the question paper and revise the answers.*
- ii) *The question paper consists of 32 questions.*
- iii) *Marks are indicated against each question.*
- iv) *Answers to questions carrying 1 mark should not exceed one sentence.*
- v) *Answers to questions carrying 2 marks should not exceed 50 words.*
- vi) *Answers to questions carrying 4 marks should not exceed 80 words.*
- vii) *Answers to questions carrying 6 marks should not exceed 120 words.*
- viii) *Answers to questions carrying 8 marks should not exceed 200 words.*
- ix) *Alternate question for the visually impaired students are provided in question 31.*
Only the visually impaired students have to attempt the alternate question.

N.B: *Check that all pages of the question paper is complete as indicated on the top left side.*

1. Define macroeconomics. 1
2. Define value of output. 1
3. What is the other name of depreciation? 1
4. Define money. 1
5. What is liquidity trap? 1
6. Give any two examples of direct taxes. 1
7. Name any two goods exported by India. 1
8. What are tariffs? 1
9. What is dependency ratio? 1
10. What is deforestation? 1
11. What are flow variables or stock variables? 2
12. What are the four phases of a business cycle? 2

13. Distinguish between National Income at current prices and National Income at constant prices. 2

14. What is the full form of NDC? Who is the head of NDC? 1+1=2

15. Differentiate between life expectancy rate and infant mortality rate. 2

Answer any **three** from questions 16 – 19. 3x4=12

16. Explain any two components of final expenditure on GDP.

17. Explain the assumptions taken for the determination of equilibrium output in the short run.

18. Explain any two functions of commercial banks.

19. Mention any two merits and two demerits of deficit budget.

Answer any **two** from questions 20 – 22 2x4=8

20. Explain any two challenges faced by the Indian economy on the eve of Independence.

21. Explain any two importance of agriculture in the Indian economy.

22. Explain any two objectives of economic planning.

Answer any **two** from questions 23 – 26. 2x6=12

23. Explain the circular flow of income in a two sector economy.

24. Explain the steps involved in estimating national income by product/ value added method.

25. Explain the quantitative measures of expansionary monetary policy tools.

26. Explain any three components of capital receipts.

Answer any **two** from questions 27 – 29. 2x6=12

27. Explain any three merits and three demerits of liberalisation.

28. Explain the reforms introduced in the financial sector in India under the NEP, 1991.
29. Make a comparative study of Foreign Direct Investment (FDI) in India and China.
30. Compare Purchasing Power Parity (PPP) between India and China.
31. a. Explain saving function. Show diagrammatically the derivation of saving curve from consumption curve. 2+6=8
- Or**
- b. Explain how is equilibrium achieved through AD = AS approach with the help of a diagram. (8)

Alternate question for the visually impaired students:

- a. Explain any four precautions required to be taken while measuring national income through income method. 8
- Or**
- b. Explain any two components of Aggregate Demand.
32. a. Explain any four steps taken by the Government for improvement in the market system in India. 8
- Or**
- b. Explain any four challenges in the formation of human capital in India.
