

Padasalai's – Quarterly Exam Model Question Paper 2019

12TH ECONOMICS

MARK: 90

TIME: 2.30 HRS

SECTION - A

I. Choose the correct answer:

20 x 1 = 20

1. Macro Economics is a study of _____
 a) Individuals b) Firms c) A nation d) Aggregates
2. The country following Capitalism is
 a) Russia b) America c) India d) China
3. Give the examples for progressive taxation
 a) Income tax b) Sales tax c) GST d) Duty
4. Primary Sector is
 a) Industry b) Trade c) Agriculture d) Construction
5. The largest proportion of national income comes from
 a) Private Sector b) Local Sector c) Public Sector d) None of the above
6. Name of the national Policy
 a) Fiscal policy b) Monetary Policy c) Both a and b d) None of the above
7. J.B. Say is a _____
 a) Neo Classical Economist b) Classical Economics c) Modern Economist d) New economist
8. Upward phase of trade cycle is.....
 a) Recession b) Depression c) Both A and B d) Recovery
9. _____ theory is a turning point in the development of modern economic theory
 a) Keynes b) Say's c) Classical d) Employment
10. The sum of MPC and MPS is
 a) 1 b) 2 c) 0.1 d) 1.1
11. The Term MEC was introduced by
 a) Adam Smith b) J.M. Keynes c) Ricardo d) Malthus
12. $c = f(?)$ a) Y b) S c) I d) Rate of interest
13. The RBI headquarters is located at
 a) Delhi b) Chennai c) Mumbai d) Bengaluru
14. _____ inflation is in no way dangerous to the economy
 a) Walking b) Running c) Creeping d) Galloping
15. NABARD was set up in July _____
 a) July 1962 b) July 1972 c) July 1982 d) July 1992
16. The presidency Banks were merged in the year
 a) 1950 b) 1954 c) 1770 d) 1921

17. Favourable trade means value of exports are _____ than of imports
 a) More b) Less c) More or Less d) Not more than
18. International Product life cycle theory was given in _____
 a) 1966 b) 1817 c) 1776 d) 1919
19. ASEAN was created in
 a) 1965 b) 1976 c) 1972 d) 1997
20. SAARC meets one in _____ years
 a) 2 b) 3 c) 4 d) 5

SECTION – B

II. Note **i) Answer any Seven of the following questions :**

7 x 2 = 14

ii) Q.NO: 30 is Compulsory

21. Define Economic Model?
22. Name Some Socialist Economics?
23. Define National Income?
24. What do you mean by the term Personal Income?
25. Give reasons for labour retrenchment at present situation?
26. What do you mean by Propensity to consume?
27. What is gold Standard?
28. Distinguish between CRR and SLR?
29. What is mean by Exchange Rate?
30. Write the meaning of Special Drawing Rights?

SECTION – C

III. Note **i) Answer any Seven of the following questions :**

7 x 3 = 21

ii) Q.NO: 40 is compulsory

31. Outline the Major Merits of Capitalism?
32. Draw the Circular flow of income in a four sector economy?
33. List out the uses of National Income?
34. Explain Keynes Theory in the form of flow chart?
35. Differentiate Autonomous and Induced Investment?
36. What are the uses of Multiplier?
37. Write the types of Inflation?
38. Mention the objectives of Demonetizations?
39. State the objectives of Foreign Direct Investment?
40. Mention the various forms of Economic integration?

SECTION – D

IV. Answer all the questions :

7 x

5 = 35

41. Discuss the Scope of Macro Economics? (OR) Explain the Importance of National Income?
42. Critically explain Say's law of Cricket? (OR) Explain the difference between classical theory and Keynes theory
43. Explain Keynes psychological law of consumption function with diagram (OR)
Illustrate the working of Multiplier
44. Illustrate Fisher's Quantity theory of Money ? (OR) What are the causes and effects of inflation on the economy?
45. Elucidate the functions of Commercial banks (OR) What are the objectives of monetary policy? Explain
46. Explain briefly the comparative cost theory (OR) Bring out the Components of balance of payments account?
47. Bring out the functions of World Bank (OR) Write a note on a) SAARC b) BRICS

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