

# ASN Senior Secondary School

Pre- Board Examination 2019-20

SUBJECT-Economics

TIME 3 Hrs.

CLASS - 12

MM- 80

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## General Instructions:-

1. All questions in both sections are compulsory.
2. Question no. 1-10 and 18-27 are very short answer question carrying 1 mark each. They are required to be answered in one sentence.
3. Question no. 1-12 and 28-29 are short answer question carrying 3 marks each. Answer to them should not normally exceed 60 words.
4. Question no. 13-15 and 30-32 are also short answer questions carrying 4 marks each. Answer to them should not normally exceed 80 words.
5. Question no. 16-17 and 33-34 are long answer questions carrying 6 marks each. Answer to them should not normally exceed 100 words each.

1. In case of currency depression, \_\_\_\_\_[less/more] rupees are to be paid to buy one US dollar.
2. Give the meaning of externality.
3. If autonomous consumption is 100 and MPC is 0.75 then saving function is \_\_\_\_\_.
4. Suppose you are a member of the “Advisory committee to the Finance Minister of India”. The finance Minister is concerned with the rising Revenue Deficit in the budget. Suggest any one measure to control the rising Revenue Deficit of the government.
5. Differentiate between stock and flow variable.
6. Huge international reserves are required to be maintained by the government under fixed exchange rate system (True/False).
7. Receipts from escheat is a \_\_\_\_\_ Receipts.
8. Aggregate demand can be increased by \_\_\_\_\_.
  - (a) Increasing repo rate
  - (b) Buying government securities by RBI
  - (c) Increasing CRR
  - (d) Increasing margin requirement
9. Define consumption of fixed capital.
10. State the items included under  $M_1$  measure of money supply.

**OR**

If the nominal GDP is ₹1200 and price index(with base=100) is ₹120, Calculate real GDP.

11. In an economy the autonomous investment is ₹360 and the marginal propensity to save is 0.3. If the equilibrium level of income is ₹1400, then the autonomous consumption is ₹50. True or False? Justify your answer.

**OR**

Derive saving curve from consumption curve with the help of a diagram.

12. “The supply of foreign currency rises in response to rise in its exchange rates”. Elucidate.
13. “India’s GDP is expected to expand 7.5% in 2019-20: World Bank” - The Economic Times. Does the given statement mean that welfare of people of India increase at the same rate? Comment with reason.

- OR**
- Explain the role of open market operations in reducing money supply.
15. The government of Delhi has recently increased VAT on petrol and diesel. How would it impact the fiscal deficit of the government and general price level in the state of Delhi?
16. Explain the concept of inflationary gap. Explain the role of repo rate in reducing the gap.

What do you mean by deficient demand? Describe with the help of diagram. Also, explain the role of “bank rate” in reducing it.

17. From the following data, Calculate a) Gross Domestic Product at factor cost, and b) Factor income to abroad.

## PART B

- | Column I  | Column II |
|---|-----------|
| A. Swarna Jayanti Gram Rojgar Yojna                       | i) 2005   |
| B. Jan Dhan Yojna   | ii) 1999  |
| C. Mahatma Gandhi National Rural Employment Guarantee Act | iii) 1997 |
| D. Swarna Jayanti Shahri Rojgar Yojna                     | iv) 2014  |

21. Who is known as architect of Indian planning.  
a) Jawaharlal Nehru  
b) P.C Mahalanobis  
c) Dr. B.R Ambedkar  
d) Sardar Vallabh Bhai Patel
22. Which two Indian currency notes were declared to be no legal tender money from 8 November 2016?
23. Arrange the following events of India in chronological order and choose the correct alternative:  
a) New Economic Policy  
b) Green Revolution  
c) First Five Year Plans  
d) Emphasis on export promotions

i) b), d), c), a)                      ii) c), b), a), d)                      iii) b), d), a), c)                      iv) d), a), b), c)

24. Agriculture marketing does not comprise of \_\_\_\_\_  
a) Transportation of the produce to the market place for sale.  
b) Grating of the produce according to the quality.  
c) Storage of the produce for sale in future.  
d) Credit taken to meet expenditure on agriculture.
25. Unemployment prevailing in Indian farms is called \_\_\_\_\_ unemployment.

**OR**

Pradhan Mantri Jan Dhan Yojna was launched in

- a) 2014    b) 2015  
c) 2016    d) 2017
26. When did the demonetization occur in India?
27. \_\_\_\_\_(Transport/Industrial/Consumer) sector has the highest consumption of energy.
28. “GDP in India is growing nearly at the rate of 7 percent, but unemployment stays to be a serious issue”. Defend or refute? Give reason to justify your answer.

**OR**

“Both economic and social infrastructures are crucial for economic development of an economy”.

Do you agree with this statement? Justify your answer.

29. Discuss the role of National Bank for agricultural and rural development in Rural Credit.
30. Explain the land reforms implemented in the agriculture sector.

**OR**

What is “inward looking trade strategy”? Discuss its impact on Indian economy.

31. Give a brief description of the success and failure story of India and Pakistan.
32. Define privatisation. Discuss the measures taken to promote privatisation in NEP.
33. Which are the main difficulties being faced in the human capital formation in India?

**OR**

Explain the possible causes of massive unemployment in India.

34. What do you understand by sustainable development? Describe the main features of sustainable development.