RAMAIAH Pre-University College

Midterm Examination 2019-20

Sub: Economics

TIME: 3hrs

Marks : 100 M

Class : II PUC

I. Answer the following questions in a sentence each 10 x 1=10

1. Define mixed Economy.
2. Define Utility.
3. What is monotonic Preference?
4. Define Demand.
5. What is production?
6. Define National income.
7. Define Money.
8. What are externalities ?
9. What is 'Laissez faire' policy?
10. What is bank rate?

II. Answer the following questions in four sentences each 10 x 2=20

11. Distinguish between Total utility and Marginal utility.
12. Distinguish between Positive and Normative economics.
13. Distinguish between Budget set and Budget line.
14. Distinguish between Normal goods and Inferior goods.
15. Distinguish between Average product and Marginal product.
16. Distinguish between Nominal national income and Real national income .
17. What is Cash Reserve Ratio (CRR)?
18. Distinguish between Micro and Macro economies.
19. Name the factors of payments.
20. What are complementary goods? Give example .

III. Answer the following questions in about 15 sentences each 10 x 4 = 40

21. Explain the fundamental problems of economy.
22. Explain the properties of indifference curves.
23. Explain the Law of demand.
24. Explain the TP, AP and MP.
25. Explain the great depession of 1929.
26. Explain the concepts of National income.
27. Explain the functions of money.
28. Explain the policy tools to control money supply or Credit control by RBI.
29. Explain the credit creation or money creation by banking system.
30. Explain the circular flow of income of an economy.

IV. Answer the following 20 sentences each. 5 x 6=30

31. Explain the Law of diminishing marginal utility with the help of a table and diagram.
32. Explain the Law of variable proportions with the help of a table and diagram.
33. Explain the method of estimation in National income.
34. Define perfect competition, Explain its features.
35. Fill up the missing cost in the following table.

output	TFC	TUC	TC	AFC	AUC	AC
1	50	-	70	50	-	-
2	-	30	-	25	-	40
3	50	-	90	-	13.33	30
4	50	60	110	12.5	15	27.5
5	50	90	-	10	18	-