

I. Choose the correct answer:

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20x1=20

1. Find out the add one.
a) Food b) Cloth c) shelter d) diamond
2. Cotton is converted into clothes.
a) time utility b) Place utility c) form utility d) possession utility
3. Find out the correct statement.
a) Labour can be separated from the laborer.
b) Labour is homogeneous.
c) Labour is an active factors of production.
d) Labour is immobile
4. Match the following:
i) Traditional economy – a) co-existence economy
ii) Capitalist economy _ b) subsistence economy
iii) Socialist economy _ c) market economy
iv) Mixed economy _ d) Planned economy
(a) i-b ii-c iii-d iv-a (b) i-c ii-a iii-d iv-b (c) i-d ii-a iii-c iv-b (d) i-a ii-b iii-c iv-d
5. In which year the MRTP act was passed?
a) 1991 b) 1969 c) 1985 d) 1960
6. Find out the add one
a) $AVC = TVC/Q$ b) $AFC = TFC/Q$ c) $AR = MR/Q$ $AC = TC/Q$
7. ____ capital refers to the quality of labour resources.
a) Human b) Money c) Fiscal d) Physical
8. Assertion(A) : The demand curve slopes downwards from left to right.
Reason (R) : The demand curve slopes downwards due to the law of diminishing marginal utility.
a) A is correct and R is not the explanation of A
b) Both A and R are correct
c) A is correct and R is the explanation of A
d) Both A and R are not correct
- 9) ____ means different sources of government income.
10. Find out the add one
a) Proportional tax b) Progressive tax c) Repressed tax d) Degressive tax
11. Fisher's equation
a) $MV = TV$ b) $MV = PT$ c) $P = MV/Q$ d) MV/V
12. Marginal Propensity to Investment
a) $\Delta C/\Delta Y$ b) $\Delta I/\Delta Y$ c) $\Delta S/\Delta Y$ d) I/Y
13. Money wages are also known as _____ wages.
14. Match the following
i) Dynamic theory of profits - (a) Walker
ii) Rent theory of profits - (b) Clark
iii) Risk bearing theory of profits - (c) Schumpeter
iv) Innovation theory of profits - (d) Hawley
a) i-b ii-a iii-d iv - c b) i-a ii-c iii-d iv-b c) i-a ii-b iii-c iv-d d) i-c ii-b iii-d iv-a
15. Find out incorrect statement.
a) Perfect competition – large number of seller
b) Monopoly - single seller
c) Duopoly – one seller
d) Oligopoly – few seller
16. Below the equilibrium price
a) $S > D$ b) $S < D$ c) $S = D$ d) none

17. The supply curve in the market period is a _____ line.
18. Economics is the _____ science.
19. Find out correct statement
- Marshall –Principles of Economics
 - Adamsmith –Net economic welfare
 - J.M. Keynes – The General theory of Employment Interest and money
 - Ricardo _ Modern theory of rent
- a) (I) correct b) (i) and (iii) correct c) (iii) and (iv) correct d) (iv) correct
- 20 . The firm and industry are one and the same under
- perfect competition
 - monopoly
 - oligopoly
 - duopoly

PART –B

Answer any SEVEN questions in which Question No.30 is compulsory.

7x2=14

- What are the main divisions of economics.
- What are the basic issues of any society?
- What are the main factors of productions.
- What is equilibrium price?
- Any two characteristics of land
- What are the forms of capital?
- Given short note on “Price Rigidity”?
- What is Transfer earnings?
- Define money?
- Define monetary policy.
- What are the canons of taxation?

PART-C

Answer any SEVEN questions in which Question No.40 is compulsory.

7x3=21

- Distinguish between micro and macro economics.
- Explain the income elasticity of demand?
- Explain the shift in supply with diagram.
- Describe the characteristics of land.
- Explain the relationship between SAC and SMC.
- Classify the market based on competition.
- Explain the Liquidity preference theory in three motives.
- Write a note on Multiplier.
- Write a note on Reserve money.
- Draw the AR and MR diagram and table.

PART-D

Answer the all questions

7x5=35

- Examine Marshall’s definition of economics. (or) Write a note on Traditional economy.
- Explain the indifference curve approach (or) Explain the characteristics of human wants.
- Discuss the law of demand. (or) Explain the point method.
- Explain the Market period and the shift in demand. (or) What are the characteristics of labour?
- Explain AC and MC curves. (or) Explain the advantages and disadvantages of monopoly.
- Explain the price and output determination under monopoly. (or) Discuss Keynesian theory of interest.
- Describe the functions of money . (or) Define tax and explain the kinds of direct tax?

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