

HERAMB COACHING CLASSES

XII/ECONOMICS

Marks: 50

Duration: 1½ Hr

Q.1. (A) Fill in the blanks:

(03)

1. Demand for necessities is _____.
(elastic /inelastic/infinately elastic/unitary elastic)
2. Microeconomics is a study of _____.
(whole economy, general price level, national output, individual economic unit)
3. Demand for salt is _____.
(elastic /inelastic/infinately elastic/unitary elastic)

Q.1. (B) Match the following:

(03)

- | | |
|-----------------------------|--------------------------|
| 1. Demand and price | a. Vertical supply curve |
| 2. Stock | b. Composite demand |
| 3. Perfectly elastic supply | c. Transfer income |
| | d. Inverse relation |
| | e. Potential supply |

Q.1. (C) True or False:

(04)

1. Income elasticity of demand for inferior goods is negative.
2. If price falls, the supply curve will shift to the left.
3. Concept of elasticity of demand is useful for the finance minister.
4. Supply of perishable goods is inelastic.

Q.2. (A) Define or explain the following concepts: (any 2)

(04)

1. Microeconomics.
2. Relatively elastic supply.
3. Average revenue.
4. Selling cost.

Q.2. (B) Give reasons or explain the following: (any 2)

(04)

1. Microeconomics studies behaviours of individual economic unit.
2. Utility has no ethical consideration.
3. Demand for the commodity having multiple uses has elastic demand.
4. Microeconomic theories are based on certain assumptions.
5. Demand for habitual goods is inelastic.

Q.3. (A) Distinguish between: (any 2)

(04)

1. Expansion of demand and Increase in demand.
2. Total Cost and Total Revenue.
3. Microeconomics and Macroeconomic.
4. Desire and Demand.

Q.3. (B) Write Short Notes: (any 2) (04)

1. Features of microeconomics.
2. Total expenditure method of measuring Elasticity of Demand.
3. Importance of microeconomics.
4. Ration method of measuring elasticity of demand.

Q.4. Write short answers for the following questions. (any 2) (06)

1. What are the characteristics of utility?
2. Explain the features of perfect competition.
3. Explain the subject matter of Microeconomics.
4. Explain the relationship between Total utility and Marginal utility.

Q.5. Explain with reasons whether you agree or disagree with the following statements: (any 2) (06)

1. The Law of Diminishing Marginal Utility can be explained with the help of schedule and diagram.
2. There are no exceptions to the Law of Demand.
3. Price is the only determinant of supply.
4. Various factors influence the demand for a commodity.
5. Law of Diminishing Marginal Utility is important in practice.

Q.6. Write explanatory answers: (any 2) (12)

1. State and explain the law of demand with its assumptions.
2. What are the types of Elasticity of Demand?