



Pre-Board Exam – 2072

Grade: XII
Time: 3 Hrs.

Subject: Economics

F.M.:100
P.M.: 35

Set 'A'

Candidates are required to give their answers in their own words as far as practicable. The figures in the margin indicate full marks.

Group A

1. Explain law of demand. What are its exceptions? [7+3]
2. Explain law of substitution. [10]
3. Define efficiency of labor. Explain the various determinants of efficiency of labor. [2+8]
4. Critically explain the Ricardian theory of rent. [10]

Or

How equilibrium price and output are determined under perfect competition market in short run? Explain. [10]

5. Answer any **four** questions: [4×5=20]
 - i. Explain the features of market economy.
 - ii. Describe the different degrees of price elasticity of demand.
 - iii. Explain the relationship between short run average cost (SAC) and short run marginal cost (SMC).
 - iv. What is concept of returns to scale? Explain about the features of increasing returns to scale.
 - v. Explain the features of partnership organization.

6. Answer **all** questions: [5×2=10]
 - a. State law of supply.
 - b. What are the assumptions of concept of consumer's surplus?
 - c. Define land.
 - d. Define TP, AP and MP.
 - e. Distinguish between net profit and gross profit.

Group B

7. Explain the Quantity theory of money. What are its criticisms? [7+3]
Or
Define direct tax. Explain the merits and demerits of direct tax. [2+4+4]

8. Answer any **two** questions: [2×5=10]
 - i. Explain the major functions of central bank.
 - ii. Give your arguments in favor of free trade.
 - iii. Explain the process of budget formulation.

9. Answer **all** questions: [5×2=10]
 - a. Define inflation.
 - b. State the roles of banking system.
 - c. Distinguish between money market and capital market.
 - d. What are the major objectives of public expenditure?
 - e. Define balance of trade (BOT) and balance of payment (BOP).

THE END



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Set 'B'

Candidates are required to give their answers in their own words as far as practicable. The figures in the margin indicate full marks.

Group A

1. Explain law of supply. What are its exceptions? [5+5]
2. Explain law of diminishing marginal utility. What are its limitations? [7+3]
3. Critically explain Malthusian theory of population. [10]
4. Explain classical theory of interest. What are its criticisms? [8+2]

Or

How equilibrium price and output are determined under monopoly market in short run? Explain. [10]

5. Answer any **four** questions: [4×5=20]
 - i. Explain the various determinants of demand.
 - ii. Describe about the cross elasticity of demand with its degrees.
 - iii. Derive all short run average and marginal cost curves.
 - iv. Define the concept of returns to scale. Explain about the features of decreasing returns to scale.
 - v. Explain the advantages of Joint Stock Company.

6. Answer **all** questions: [5×2=10]
 - a. Define indirect demand with suitable example.
 - b. What is concept of consumer's surplus?
 - c. Define capital formation.
 - d. Define TR, AR and MR.
 - e. Define economic rent and contract rent.

Group B

7. Define central bank. What are its functions? [2+8]

Or

Define tax. Explain the cannons of taxation. [2+8]
8. Answer any **two** questions: [2×5=10]
 - i. Explain the major functions of money.
 - ii. Give your arguments in against of protectionism of foreign trade.
 - iii. Describe the importance of public expenditure.
9. Answer **all** questions: [5×2=10]
 - a. Define value of money.
 - b. Define money market and capital market.
 - c. Define budget.
 - d. What are the major importances of foreign trade?
 - e. State the major objectives of World Trade Organization (WTO).

THE END