

MODEL PAPER ‘ECONOMICS’
Intermediate Part-I Examination, 2008 & Onward

Roll No. _____
In Figures _____
In Words _____

OBJECTIVE

Time: 30Minutes

Marks: 20

Note: Write your Roll No. in space provided. Over-writing, Cutting, Erasing, Using lead pencil will result in loss of marks.

Q.No.7. Each question has four possible answers. Choose the correct answer and encircle it. 20

- (i) Who is known / called as the founder of Economics?
(a) Recardo (b) J.S. Mill (c) Robins (d) Adam Smith
- (ii) When the total utility of a commodity is maximum the marginal utility is
(a) Negative (b) Zero (c) Positive (d) Maximum
- (iii) The Elasticity of demand of durable goods is:
(a) Less than unity (b) Greater than unity (c) Equal to unity (d) Zero
- (iv) The Elasticity of Demand of substitutes is:
(a) More Elastic (b) Less Elastic (c) Zero Elastic (d) Infinite Elastic
- (v) When the supply of a commodity increases without change in price it is called:
(a) Fall in supply (b) Expansion in supply
(c) Contraction in supply (d) Rise in supply
- (vi) Due to the similar decrease in Demand & Supply the price:
(a) Increases (b) Decreases (c) In the same (d) None of these
- (vii) Reward of which factor of production is not pre-determined?
(a) Labour (b) Land (c) Entrepreneur (d) Capital
- (viii) The Law of increasing return is also called as the Law of:
(a) Increasing Costs (b) Decreasing Costs (c) Equal Costs (d) None of these
- (ix) In general the Law of Diminishing return applies to:
(a) Trade (b) Industry (c) Agriculture (d) None of these
- (ix) The increase in total cost due to the production of an extra unit is known as:
(a) Average Cost (b) Variable Cost (c) Marginal Cost (d) Fixed Cost
- (xi) The demand curve for Monopolist is also called as:
(a) Total Revenue (b) Average Revenue (c) Marginal Revenue (d) None of these
- (xii) Kinds of Market according to time-period are
(a) 02 (b) 03 (c) 04 (d) 06
- (xiii) The concept of Quasi-Rent was introduced by:
(a) Marshall (b) Ricardo (c) Keynes (d) Malthus
- (xiv) Under Marginal Productivity Theory the reward for labours is determined by:
(a) Owner (b) Government (c) Labour (d) Marginal Prod.

- (xv) The rent on Marginal-Land is:
(a) Maximum (b) Minimum (c) Zero (d) None of these
- (xvi) With decrease in rate of Interest, the price of Bonds:
(a) Decreases (b) Increases (c) Does not change (d) None of these
- (xvii) How many stages are there in the Law of Variable-Proportions?
(a) 02 (b) 03 (c) 04 (d) 05
- (xviii) The geographical mobility is not possible:
(a) Labour (b) Capital (c) Land (d) Organization
- (xix) When marginal revenue is zero, total revenue is:
(a) Minimum (b) Maximum (c) Zero (d) Decreasing
- (xx) Which organization can sell the shares in the open market?
(a) Partnership (b) Pvt Ltd Company
(c) Public Limited Company (d) Co-op-Society

MODEL PAPER ‘ECONOMICS’
Intermediate Part-I Examination, 2008 & Onward

SUBJECTIVE

Time: 2:30Hours

Marks: 80

Note: - Attempt any TWENTY FIVE (25) questions from Section -I and any THREE questions form Section-II

SECTION -I

Q.No.1. Attempt any TWENTY FIVE (25) questions.

(25x2)=50

- (i) What is consumption?
- (ii) What is classical school of thought?
- (iii) Write down the definition of Economics given by Alfred Marshall?
- (iv) What is Economic problem?
- (v) What is the difference between Science and Arts?
- (vi) Write down the kinds of variables.
- (vii) Write down the definition of parameters.
- (viii) What is “Implicit Function”?
- (ix) What are “Non-Economic” wants?
- (x) Define “ Saturation- point”.
- (xi) What is meant by demand?
- (xii) Define “Derived- demand”.
- (xiii) Differentiate between supply and stock..
- (xiv) What is “Composite supply”.
- (xv) What is “zero elasticity of supply”.
- (xvi) Define Market.
- (xvii) Differentiate between “General Market and Specialized Market.
- (xviii) Define “Production”.
- (xix) What is “disguised unemployment”?
- (xx) What is difference between wealth and capital?
- (xxi) Define “capital formation”.
- (xxii) Who is “sleeping partner”?
- (xxiii) Define “Joint-stock company”.
- (xxiv) What is “Scale of production”?
- (xxv) What is “Short- period”?
- (xxvi) Defien “Fixed costs”.
- (xxvii) What is “Economic Rent”?
- (xxviii) Define “Quasi Rent”.
- (xxix) Give the “Modern theory of rent”.

- (xxx) What is “Deferential Rent”.
- (xxxii) Differentiate between Money wage and Real wage.
- (xxxiii) What is “Minimum wage”?
- (xxxiv) Define the “Net interest”.
- (xxxv) Write down the four characteristics of land.
- (xxxvi) What is “Intensive cultivation”?
- (xxxvii) What is “Zero rate of interest”?

SECTION -II

Note: - Attempt any THREE questions.

(10x3)=30

- Q.No2.** Critically evaluate the definition of Economics given by Alfred Marshall. 10
- Q.No3.** Describe the characteristics of indifference curves. 10
- Q.No4.** Solve the Equations given below: 10
(i) $8x + 2 = 18$ (ii) $2(x+5) = 2(x-2)$
- Q.No5.** Describe the practical importance of elasticity of demand. 10
- Q.No6.** Compare and contrast the Equilibrium of a firm under perfect competition and monopoly 10