

**JB ACADEMY, AYODHYA
HALF-YEARLY EXAM (XII)
Economics (030)**

TIME: 3hrs.

M.M: 80

General Instructions:

- (i) **All questions are compulsory.**
 - (ii) **Question No. 1-10 & 18-27 are very short-answer questions carrying 1 mark each. They are required to be answered in one sentence.**
 - (iii) **Question No. 11-12 & 28-29 are short-answer questions carrying 3 marks each. Answers to them should not normally exceed 60 to 80 words each.**
 - (iv) **Question No. 13-15 & 30-32 are short-answer questions carrying 4 marks each. Answers to them should not normally exceed 80 to 100 words each.**
 - (v) **Question No. 16-17 & 33-34 are long-answer questions carrying 6 marks each. Answers to them should not normally exceed 100 to 150 words each.**
 - (vi) **Word limit does not apply to numerical/ definition-based question.**
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“YOU ARE THE NARRATOR OF YOUR NEXT GREAT ADVENTURE”

(BEST WISHES DEAR CHILDREN)

(SECTION-A)

1. A firm's value added is equal to.... (1)
(a) Sales (c) Profit
(b) Sales-Intermediate consumption (d) Sales+ Intermediate consumption
 2. Fill in the blank- (1)
..... = NDPmp + NFIA-NIT
(a) NNPfc (c) GNPmp
(b) GNPfc (d) GDPfc
 3. Domestic Income is less than National Income if..... (1)
(a) NFIA is positive (c) NFIA is negative
(b) NFIA is zero (d) None of these.
- OR**
- Medicine supply to the earthquake victim in India by British government is.....
- (a) Factor Income (c) Capital Transfer
 - (b) Net Factor Income from Abroad (d) Current transfer
4. Define C-C Economy. (1)
 5. Calculate Money Multiplier, if Initial deposit of **Rs. 100 crores** lead to creation of total deposit of **Rs. 2000 crores**. (1)
 6. What is the meaning of Selective Credit Control? (1)
 7. In case of Deflationary Gap Reserve Bank should..... (1)
(a) Issue New Currency (c) Decrease in Cash Reserve Ratio
(b) Decrease in Statutory Liquidity Ratio (d) Increase in Bank Rate
 8. If MPC and MPS are equal, what is the value of the multiplier? (1)
 9. Name the two determinants of Marginal Efficiency of Capital. (1)
 10. When(**-C =75, MPC=0.65 and Y=1500**), Saving will be..... (1)
 11. Can we Say Natural rate of Unemployment depicts Zero rate of Unemployment? Explain with reasons. (3)

12. Differentiate between Forward Action of Multiplier and Backward Action of Multiplier. (3)

OR

Outline the steps required to be taken in deriving the consumption curve from the given Saving Curve. Use diagram.

13. Define Externalities. Give an example of Positive and negative externality. What is its impact on welfare? (4)

OR

Explain the Two Sector Model of Circular Flow of Income without Saving.

14. 'During the last few years' Initiatives such as Jan Dhan Yojana, Aadhar unable payment systems, E-wallets, National financial switch (NFS) & others have strengthened the Government's resolve to go cashless.'

Elaborate on how such initiatives may have affected the Indian economy. (4)

15. What do you understand by Para-metric shift of a line? How does a line shift when its

(I) Slope increases

(II) Its intercept increases. (4)

16. Differentiate between Monetary policy & Fiscal Policy. (6)

OR

Explain the concept of Inflationary gap and the role of "Open Market Operations" in reducing this gap. Use Diagram.

17. Calculate (a) Gross Domestic Product at Market Price and (b) Gross Domestic Product at factor cost following data: (6)

ITEMS	(Rs. In Crore)
Compensation of Employees	1000
Net Exports	(-) 50
Profits	400
Interest	250
Rent	150
Gross National Product at Factor Cost	1850
Gross Domestic Capital Formation	220
Net Indirect Tax	100
Net Domestic Capital Formation	170
Net Indirect Taxes	100
Factor Income from Abroad	30

(SECTION-B)

18. Define Marketable surplus. (1)

19. Define the policy of Import Substitution. (1)

20. The maximum size of cultivable land holding that an individual can own is known as (1)

(a) Subsistence farming

(c) Consolidation of holding

21. Name some notable economist who estimated India's per capita income during colonial period. (1)
22. Under Economic system, the goods are distributed among people not based on what people need, but based on purchasing power. (1)
23. Architect of Indian Economic Planning..... (1)
24. Second five-year plan based on Model. (1)

OR

Define De-Industrialization policy.

25. Differentiate between Tariff & Quota. (1)
26. Why India opts for planning? (1)
27. Identify the correct pair from the following column I & column II: (1)

Column I	Column II
(i) TISCO	a. 1854
(ii) Year of Great divide	b. 1921
(iii) Suez Canal	c. 1907
(iv) First Railway bridge in India	d. 1869

28. What do you understand by the Drain of Indian wealth during colonial period? (3)

OR

Interpret the given picture on account of trading route between India & Britain.



29. Differentiate between short-term & Long-term goals. (3)
30. Explain the need and type of **land reforms** OR **Technical reforms** implemented in the agricultural sector. (4)
31. How was the Zamindari system of land settlements responsible for the stagnation of Indian agriculture? (4)
32. Explain "Growth with Equity" as a planning objective. (4)
33. Why was it necessary for a developing country like India to follow self-reliance as a planning objective? (6)
34. Does Modernization as a planning objective create contradiction in the light of employment generation? Explain. (6)

OR

Explain how Import Substitution can protect domestic industry.

