Roll No				

Candidates must write the Set No. on the title page of the answer book.

DAV PUBLIC SCHOOLS, ODISHA-ZONE HALF YEARLY EXAMINATION, 2023-24

- Please check that this question paper contains **6** printed pages.
- Set number given on the right-hand side of the question paper should be written on the title page of the answer book by the candidate.
- Check that this question paper contains **34** questions.
- Write down the Serial Number of the question in the left side of the margin before attempting it.
- 15 minutes time has been allotted to read this question paper. The question paper will be distributed 15 minutes prior to the commencement of the examination. The students will read the question paper only and will not write any answer on the answer script during this period.

CLASS - XII SUB- ECONOMICS (030)

Time: 3 Hours

General Instructions:

- 1. This question paper contains two sections:
 - Section A Macro Economics

Section B - Indian Economic Development

2. This paper contains 20 Multiple Choice Questions of **1** mark each.

- 3. This paper contains 4 Short Answer Questions of **3** marks each to be answered in 60 to 80 words.
- 4. This paper contains 6 Short Answer Questions of 4marks each to be answered in 80 to 100 words.
- 5. This paper contains 4 Long Answer Questions of **6** marks each to be answered in 100 to 150 words.

SECTION A – MACRO ECONOMICS

c) III and IV

d) I and IV

- 1. GNP_{FC} includes_____. (Choose the correct option)
 - I. depreciation II. NFIA

III. direct tax IV. transfer payment

Alternatives:

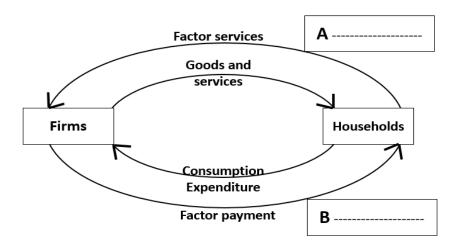
a) I and II	b) II and III
,	,

- 2. Normal residents include _____ but do not include _____.
 - a) Individuals, International organisations b) International organisations, Individuals
 - c) Individuals, Domestic organisations d) Domestic organisations, Individuals

Maximum Marks: 80

1

3. Study the following figure carefully and choose the correct pair from the alternatives 1 given below for A and B:



Alternatives:

- (a) Real flow, Physical flow (b) Real flow, Nominal flow
- (c) Nominal flow, Money flow (d) Nominal flow, Real flow
- 4. Read the following statements carefully and choose the correct alternative: 1
 Statement 1: Interest paid by government on public debt is not included in the interest income.
 Statement 2: Interest paid on loans per consumption purpose is not included as factor income.
 - a) Both the statements are true. b) Both the statements are false.
 - c) Statement 1 is true and Statement 2 is false. d) Statement 2 is true and Statement 1 is false.
- 5. Dividend received by an Indian from his investment in shares of a foreign company is a part of ______. (Choose the correct option)
 a) Factor income from abroad b) Factor income to abroad
 - c) Net factor income from abroad d) Profit
- 6. GDP does not include . (Choose the correct option)
 - a) government expenditure to clean up pollution caused by factories.
 - b) payments to technical consultants abroad
 - c) additions to inventory stocks of intermediate goods
 - d) domestic institutions spending money on developing infrastructures
- 7. Identify one of the following which is irrelevant in the estimation of Compensation of employees. 1
 - a) Free accommodation provided to the school principals.
 - b) Free education of the students whose parents are working in schools.
 - c) Wages and salaries in cash
 - d) Old-age pensions
- 8. Value of _____ can be greater than one.
 1

 a) MPC
 b) APC
 c) MPS
 d) APS

 9. Supply of money refers to currency held
 .(Choose the correct option)
 1
- 9. Supply of money refers to currency held _____.(Choose the correct option)a) by the public
 - b) by the RBI
 - c) by the public and demand deposits with commercial banks
 - d) in the government account

1

 10. If the value of Average Propensity to Save (APS) is 0.2 and Rs. 4,000 crores, then consumption will be a) Rs. 4,000 crores b) Rs. 3,200 crores c) Rs. 3,800 crores b) Rs. 3,200 crores c) Rs. 3,800 c		
11. Suppose the GDP at market price of a country in a particular Net factor income from abroad was Rs.100 crore. The different and subsidies was Rs.150 crore and National income was Rs value of depreciation.	ence between indirect taxes	
 12. (A) 'Credit creation is inversely related to the Cash Reserv statement using a hypothetical example. OR 	e Ratio'.Justify the given 3	
(B) Explain any three functions of money.		
13. In an economy C=200+0.5Y is the consumption function, we and Y is the national income. Investment expenditure is Rs equilibrium at an income level of Rs. 1500 crores? Justify y	400 crores. Is the economy in	
 14. Read the following text carefully. As per the following news published in 'The Economic Tin RBI will purchase government securities of different mature crores and sell these securities aggregating to Rs 15,000 cr (a) Identify the relevant function of the RBI indicated in the (b) State the conditions necessary for the success of the id 	rity dates aggregating to Rs 20,000 ores. he press release.	
15. (A) Explain the various components of the expenditure menational income.	ethod that are used to calculate 4	
 OR (B) Explain the problems of double counting with the help of Mention two alternative ways of avoiding the problems. 16. (A) Explain the determination of equilibrium level of incom and Aggregate Supply curves. Explain the changes that the economy is not in equilibrium. OR (B) Explain the determination of equilibrium level of incom Investment curves. Explain the changes that take place is economy is not in equilibrium. 	he through Aggregate Demand take place in an economy when 2+2+2=6 he through Saving and	.)
 17. There are only two producing sectors A and B in an econ (a) Gross Value Added at Market Price by each sector (b) National income Items 	homy. Calculate: $3+3 = 6$ RS. (in crores)	
(i) NFIA	20	
(ii) Sales by A	1000	
(iii) Sales by B	2000	
(iv) Change in stock of B	(-) 200	
(v) Closing stock of A	50	
(vi) Opening stock of A	100	
(vii) Consumption of fixed capital by A and B	180	
(viii) Indirect taxes paid by A and B	120	
(ix) Purchase of raw materials by A	500	

600

70

(x) Purchase of raw materials by B

SECTION B - INDIAN ECONOMIC DEVELOPMENT

18.	Arrange the following events in the correct chronological order:					
	I. The year of Great Divide	II. Establishment of TISCO				
	III. Introduction of Railways in India by the Briti	sh IV. Opening of Suez Canal				
	Alternatives:					
	a) IV, II, I, III b) II, III, IV, I c) I,	IV, III, II d) III, IV, II, I				
19.	policy was needed to protect domestic producers from foreign competition.					
	(Choose the correct option)					
	a) Low import tariffs, reduced import quotas	b) Low import tariffs, increased import quotas				
	c) High import tariffs, reduced import quotas	d) High import tariffs, increased import quotas				
20.	The main architect of Five-Year Plan in India was	(Choose the correct option) 1				
	a) Prof. P.C. Mahalanobis	b) Dr.V.K.R.V. Rao				
	c) Pandit Jawaharlal Nehru	d) William Digby				
21.	21. Read the following statements: Assertion(A) and Reason(R).Choose one of the					
	correct alternatives given below:					
	Assertion(A): Human capital is intangible, and hence cannot be sold in the market.					
	Reason (R) : The movement of human capital is re	estricted by culture and is not perfectly				
	mobile.					
	Alternatives:					
	a) Both Assertion (A) and Reason(R) are true and explanation of Assertion(A).	d Reason (R) is the correct				
	b) Both Assertion (A) and Reason(R) are true and explanation of Assertion(A).	d Reason (R) is not the correct				
	c) Assertion (A) is true but Reason (R) is false.					
	d) Assertion (A) is false but Reason (R) is true.					

22. From the set of statements given in Column I and Column II, choose the correct pair of statements:

	Column I		Column II
А.	Village traders	I.	An institutional source of rural credit.
В.	Kudumbashree	II.	Started in 1995 in Kerala
C.	Agricultural marketing	III.	An emerging challenge
D.	Alternative marketing channel	IV	Sale by the farmers to the middlemen

Alternatives:

(a) A- I (b) B- II (c) C- III (d) D-IV

23. Read the following statements carefully and choose the correct alternative:

Statement 1: Jobless growth refers to a situation when there is an overall acceleration in the growth rate of GDP in the economy without corresponding expansion in employment opportunities.

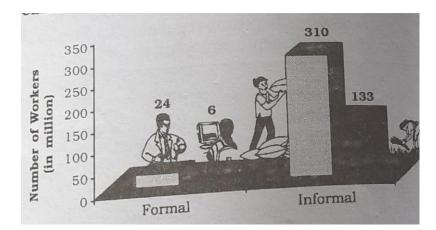
Statement 2: There has always been fluctuations in the growth of GDP but employment grew at the rate of more than 12%.

Alternatives:

- a) Both the statements are true.
- b) Both the statements are false.
- c) Statement 1 is true and Statement 2 is false. d) Statement 2 is true and Statement 1 is false.

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- 24. An arrangement in which a worker uses his own resources to make a living is ____.(Choose the correct option) known as a) Wage-employment b) Casual employment c) Regular salaried employment d) Self-employment
- 25. You are a factory owner and have given employment to 400 workers. If 10 workers are dismissed by you without loss of production then this situation will be described as _____. (Choose the correct option)
 - a) Structural unemployment
 - c) Seasonal unemployment
- b) Disguised unemployment
- d) Casual unemployment
- 26. Study the following picture and answer the given question:



Find out the percentage of people employed in the formal sector.

	a) 8% b) 7% c) 6% d) 5%						
27.	To solve the balance of payment crisis in 1991, the Indian rupee was against	1					
	foreign currencies. (Choose the correct option)						
	a) appreciated b) depreciated c) revalued d) devalued						
28.	(A) Critically appraise the foreign trade policy pursued by the British colonial administration.	3					
	OR						
	(B) "The pre-independent India's occupational structure experienced growing regional variation".						
	Justify the above statement with valid explanation.						
29.	Evaluate the reasons for the poor performance of agricultural sector during the period						
	(1950-1990).	3					
30.	Interpret the given picture and answer on the basis of common understanding.	4					

30. Interpret the given picture and answer on the basis of common understanding.



HY/ECONOMICS-XII/SET-1

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31. (A) Discuss the different challenges faced for Human Capital Formation.

OR

(B) Discuss the importance of Human Capital Formation for an economy.

- 32. State whether the following statements are TRUE /FALSE with valid reasons: 2+2=4
 - a) There are no benefits of diversification of agricultural activities.
 - b) Information technology plays an important role in achieving sustainable development and food security.
- 33. (A) a) Evaluate economic reforms in India in the light of social justice and welfare. 3+3=6
 - b) Analyse the different reasons for introduction of economic reforms in India.

OR

- (B) a) Evaluate the Navaratna Policy of the government which helps in improving the performance of Public Sector Undertakings in India.
 - b) Analyse the different reasons behind introduction of Demonetization in India.
- 34. In light of the many potential benefits of International Trade such as increased sales/revenues, cost reductions, technology transfers, the search for higher quality products, industry development, general economic growth etc, several countries have surprisingly either chosen to abstain altogether from the practice of trading goods and services with other nations or simply imposed economic and regulatory hurdles designed to drastically restrict the flow of tradable goods and services across their borders. More specifically, countries such as China, Cuba, Iraq, India and even the United States, to a certain degree at some point in their history have subscribed to one form of protectionism or another.

Kishore G. Kulkarni, International Journal of Economic Research, 2008.

- a) Give the meaning of Import Substitution. State its implications.
- b) Explain the different forms of protection that can be used as a medium to restrict import.

4 + 2 = 6