

# ***City International School***

## **FIRST PRELIMINARY EXAMINATION 2015 – 2016**

**Date : 04/12/2015**

**Std : X**

**Subject : Economics**

**Marks : 80**

**Time : 2 hrs**

Attempt all questions from Section A and any four questions from Section B.

The intended marks are given in brackets ( ).

### **SECTION – A [40 MARKS]**

**Attempt all questions from this section.**

#### **Question 1**

**(10)**

- Define land and why is it a passive factor of production?
- Write the assumptions on which the law of demand is built.
- Why is the concept of elasticity of demand of great importance for producers and farmers?
- Give two merits of direct taxes.
- Define “Debt Trap”.

#### **Question 2**

**(10)**

- Define Wagner’s Law.
- Name the different types of Inflation.
- State the main features of money.
- Briefly describe RTI.
- Which are the main causes responsible for increase in supply?

#### **Question 3**

**(10)**

- State the factors affecting the supply of labour.
- State the main objectives of public expenditure.
- Define Giffen goods with a diagram.
- State any two evil effects of inflation.
- State the main features of COPRA.

#### **Question 4 Distinguish between:**

**(10)**

- Distinguish between: Private Debt and Public Debt.
- Supply and Stock.
- Direct Taxes and Indirect Taxes.
- Labourer and Entrepreneur.
- Substitute goods and Complementary goods.

**SECTION – B [40 MARKS]**  
**Attempt any four questions from this section.**

**Question 5** **(10)**

- a. Define efficiency of labour and explain the factors which determine it.
- b. Bring out the differences between “Central Bank” and “Commercial Bank”.

**Question 6** **(10)**

- a. Write in brief.
  - i. Discounting of the Bill of exchange.
  - ii. Create Creation.
- b. Discuss the reasons responsible for the increasing volume of public expenditure.

**Question 7** **(10)**

- a. Explain any five types of public debt.
- b. Explain the factors affecting elasticity of demand.

**Question 8** **(10)**

- a. Discuss the process of capital formation and give two causes of low rate of capital formation in India.
- b. Distinction between “Movement along the supply curve” and Shift of the supply curve”.

**Question 9** **(10)**

- a. Explain “Commercial Revenue” as one of the source of public revenue.
- b. Briefly explain.
  - i. Bank money      ii. Cheque      iii. Bank Draft

**Question 10** **(10)**

- a. Write in brief the functions of Central Bank in reference to.
  - i. Baker, Agent and Adviser to the government.
  - ii. Banker to the Banks and Supervisor.
- b. Broadly do the classification of commercial banks in India and explain.