

Model Question Paper
Basic Economics problems - Part III

12th Standard

Economics

Reg.No. :

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I. Answer all the questions.

II. Use Blue pen only.

Time : 01:30:00 Hrs

Total Marks : 90

5 x 1 = 5

Section-A

- 1) In a mixed economy, the prices of goods which are scarce are administered by the
(a) private sector (b) consumers (c) traditions (d) government
- 2) Mixed economy ensures the _____ of resources
(a) stagnation and decay (b) stock and storage (c) efficient utilization (d) None of the above
- 3) Redtapism and corruption leads to
(a) Inefficiency of production (b) Inequality of income and wealth (c) Absence of technology (d) Efficient use of resources
- 4) Opportunity cost is the cost of something in terms of an opportunity _____
(a) taken-up (b) foregone (c) accepted (d) chosen
- 5) Our choice is always constrained or limited by the _____ of our resources.
(a) scarcity (b) supply (c) demand (d) abundance

Section-B

5 x 3 = 15

- 6) What do you mean by economic stability?
- 7) What is red tapism?
- 8) What are the merits of mixed economy?
- 9) Draw Production possibility curve.
- 10) How does depression occur?

Section-C

4 x 10 = 40

- 11) Explain the demerits of socialism.
- 12) Explain the features of mixed economy.
- 13) What are the merits of mixed economy?
- 14) Explain the demerits of mixed economy.

Section-D

3 x 20 = 60

- 15) Compare the demerits of capitalism with that of socialism.
- 16) Bring out the difference between capitalism and socialism.
- 17) How is mixed economy a good combination of capitalism and socialism.
