

Model Question Paper
Cost and Revenue - Part II
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

Part-A

- 1) The cost incurred on fixed factors is called..... cost.
- 2) When the output is nil, the variable cost becomes.....
- 3) Average fixed cost is the fixed cost per unit of
- 4) Average variable cost curve is..... shaped.
- 5) Average cost is the sum of average fixed cost and cost.

Part-B

- 6) Define Private cost and Social cost.
- 7) What is Total Cost?
- 8) Define Average Fixed cost.
- 9) What is Average Variable cost?
- 10) What is Average Total Cost or Average Cost?

5 x 3 = 15

Part-C

- 11) Distinguish between fixed cost and variable cost.
- 12) Differentiate between AFC and AVC.
- 13) Explain how a firm can maximize its profit with a suitable diagram.

3 x 10 = 30

Part-D

- 14) Explain the measurement and maximization of profit with diagram.
- 15) Explain the various classifications of cost concept.

2 x 20 = 40

