

First Term Examination

Std :XII

Economics

Time:60 mins

Marks:40

1. Explain the income Effect as a reason for downward slopping demand Curve. [3]
2. Bring out any two factors determining demand. [3]
3. How does the Nature of the commodity determine the Elasticity of Supply. Explain giving Suitable examples [3]
4. State any two Differences between Increase in the Quantity demanded and Increase in Demand. [4]
5. Explain the relationship between Total Utility and Marginal Utility using Suitable Diagram. [6]
6. What is a budget line, Explain the concept using a neat diagram. [6]
7. Bring out one exception to the Law of Demand and one Exception to the Law of Supply [*With the support of diagram based on the point explained*] [6]

Numericals

1. As a result of a fall in the Price of the commodity from ₹8 per unit to ₹5 per unit, the quantity supplied falls by 25 percent.
Calculate its price elasticity of Supply. [3]
2. The quantity supplied of a commodity at a price ₹10 per unit is 1250. Its price elasticity is 1. Calculate the price at which its quantity supplied will be 750. [3]
3. 400 units of a commodity are supplied at a price of ₹6 per unit. At what price 600 units of the commodity will be supplied? The price Elasticity of supply is 1. [3]
