

ECONOMICS CLASS XI

Time Allowed: 2 hours

Maximum Marks: 50

SECTION A: MICROECONOMICS

- Q1 'Homogeneous Product' is a characteristic of: (choose the correct alternative): 1
a) Perfect competition only b) Perfect oligopoly only c) Both (a) and (b)
- Q2 Define demand. 1
- Q3 Identify the commodity whose demand will not change in spite of rise or fall in the price of the commodity. 1
A. Cosmetics B. Salt
C. Television D. Garments
- Q4 Average revenue and price are always equal under 1
A. Perfect competition only B. Monopolistic competition only
C. Monopoly only D. All market forms
- Q5 Explain the "close substitute" feature of monopolistic competition. 2
- Q6 Distinguish between microeconomics and macroeconomics. 4
- Q7 State the meaning and properties of production possibilities frontier. 4
- Q8 Complete the following table: 4
- | Output (units) | Total cost | Average variable cost | Marginal cost | Average fixed cost |
|----------------|------------|-----------------------|---------------|--------------------|
| 0 | 30 | - | - | - |
| 1 | - | - | 20 | - |
| 2 | 68 | - | - | - |
| 3 | 84 | 18 | - | - |
| 4 | - | - | 18 | - |
| 5 | 125 | 19 | - | 6 |
- Q9 When price of a commodity X falls by 10 percent, its demand rises from 150 units to 180 units. Calculate its price elasticity of demand. 4
- Q10 Differentiate between movement along demand curve and shift in demand curve. 4
- Q11 State different phases of the Law of Variable Proportions on the basis of total product. 6
- Q12 Explain briefly the factors determining elasticity of demand. 6
- Q13 Explain the conditions of consumer's equilibrium under indifference curve approach. 6
- Q14 What is producer equilibrium? Explain its condition with the help of schedule and diagram. 6
