

INTERNATIONAL INDIAN SCHOOL RIYADH

WORK SHEETS -2015

CLASS –XII.ECONOMICS

- 1. Define Economy .**
- 2. Define Production possibility curve (PPC)**
- 3. What does a right ward shift of PP Curves indicates**
- 4. Distinguishe between micro economics and macro economics**
- 5. Explain the opportunity cost with the help of example .**
- 6. Explain the problems of what to produce ,how to produce and whom to produce .**
- 7. Why pp curve concave ?**
- 8. Define Utility**
- 9. wht is meant by Marginal utility ?**
- 10. State the law of diminishing marginal utility ?**
- 12. Explain the concept of price elasticity of demand**
- 13. State the factors which determine price elasticity of demand**
- 14. Distinguishe between a change in quantity demanded and a change in demand**
- 15. Differentiate between Normal goods and inferior goods**
- 16. Explain the causes behind law of demand .**
- 16. What is meant by indifference curve ?**
- 17. Explain the conditions of consumers equilibrium .**
- 18. Distinguishe between market demand and individual demand .**
- 19. Differentiate between cardinal utility and ordinal utility .**

20.Explain three properties of indifference curves .

21.Describe the precautions to be taken while estimating National Income by expenditure method .

22.State the precautions to be taken while estimating National income by Income Method .

23.What are the steps taken in estimating National Income by value added method ?

24.Explain the three different phases in Circular Flow of National Income .

25.Given the following values find out GNP.

a.Gross domestic fixed investment -150

b.Increase in inventories -25

c.Government consumption expenditure 125

d.Exports of goods and services -85

e.Import of goods and service -105

f.Personal disposable income -1150

g.personal savings -155

26.From the following data, calculate personal disposable income and National Income

a.private income -3000

b.compensation of employees -800

c.mixed income of self employed-900

d.NFIA—(-150)

e.Net retained earning of private enterprises -600

f.Rent-350

g.profit-600

h.consumption of fixed capital -200

i.Direct tax paid by household -300

j.corporate tax -350

k.Net indirect taxes-250

l.Net exports –(-70)

m.interest -450

27.Explain the concept of inflationary gap with the help of a diagram .

28.How is fiscal policy used to reduce excess demand ?

29.In an economy ,investment is increased by Rs.2000 crore.calculate change in total income if MPS is 0.25

30.If value of MPC is 0.8.find out value of multiplier (k).