

**SECTION A**

**(Attempt all questions from this Section.)**

**Q.I. Choose and write the correct answer :-**

**[1X5=5]**

- I. A common criticism in Wealth oriented and Scarcity oriented definition of economics is-
- a) vague concept of material welfare
  - b) restricted scope of economics
  - c) abundance may also be a problem
  - d) materialistic aspect
- II.  $MUn =$  \_\_\_\_\_
- a)  $TUn - TUn-1$
  - b)  $TUn+1 - TUn$
  - c) both a and b
  - d)  $\sum TU$
- III. National Income= \_\_\_\_\_
- a)  $GDP + \text{Net factor income from abroad}$
  - b)  $GNP - GDP$
  - c)  $GNP + \text{Net factor income from abroad}$
  - d)  $GNI - \text{depreciation}$
- IV. The recurrent fluctuations in the aggregate economic activity in an economy is known as-
- a) price mechanism
  - b) market mechanism
  - c) business cycle
  - d) none of the above

- V. Value-in-exchange relates to \_\_\_\_\_ and value-in-use relates to \_\_\_\_\_.
- a) a)nominal value, real value
  - b) b)real value, nominal value
  - c) c)consumption value, market value
  - d) d)market value, consumption value

**Q.2. Write the answer in two to three sentences:-**

**[3x5=15]**

- a) What is 'wants'? State any two of it's features.
- b) What is sustainable consumption? State any two of it's significance.
- c) What is inflation? Differentiate between demand pull and cost push
- d) inflation.
- e) Explain the term business cycle and its phases.
- f) What is utility? Explain any two of it's features.

\*\*\*\*\*ALL THE BEST\*\*\*\*\*