I. Choose the correct answer: 20x1=20

1. Expenditure method is used to estimate national income in _____.
   a) Construction sector   b) Agricultural sector
   c) Service sector   d) Banking sector

2. Which of the following is correctly matched:
   a) Barter system - Technology
   b) Gold standard - Standard currency is directly
                       linked with gold
   c) Plastic money - Money value
   d) Paper money   -   Smart card

3. The IMF has _____ member countries with Republic.
   a) 169   b) 179   c) 189   d) 199

4. State whether the statements are true or false:
 i) Viner constructed another index called "Double Factoral terms of Trade"
ii) Viner has devised another concept called the "Single factoral terms of trade"
   a) Both (i) and (ii) are false   b) Both (i) and (ii) are true
   c) (i) is true but (ii) is false   d) (i) is false but (ii) is true

5. Identify the other name for Macro Economics.
   a) Price Theory   b) Income Theory
   c) Market Theory   d) Micro Theory

6. National income is a measure of the _____ performance of an economy.
   a) Industrial   b) Agricultural   c) Economic
   d) Consumption

7. When goods are produced by firms in the economy, they pay reward to the factors of the production is called
   a) J.M.Keynes   b) Adam Smith   c) J.B.Say
   d) Ricardo

8. Which of the following is not correctly matched.
   a) Traveler's cheques - Group of people
   b) Credit creation   - Multiplication of loans and
                                    advances
   c) Primary deposits   - Passive deposits
   d) Bank   -   Financial Institution

9. The word biotic means environment _____.
   a) living b) non-living c) physical d) none of the above

10. The purpose of simple linear regression analysis is to _____.
   a) Predict one variable from another variable
   b) Replace points on a scatter diagram by a straight-line
   c) Measure the degree to which two variables are linearly associated
   d) Obtain the expected value of the independent random variable for a given value of the dependent variable

11. Lower interest rates are likely to:
   a) Decrease in consumption
   b) increase cost of borrowing
   c) encourage saving
   d) increase borrowing and spending

12. Price mechanism plays a vital role in _____.
   a) capitalism   b) socialism   c) mixed economy
   d) traditional economy

13. Benefits of FDI include, theoretically _____.
   a) Boost in Economic Growth
   b) Increase in the import and export of goods and services
   c) Increased employment and skill levels
   d) All of these

14. Vehicles smoke happens to release high amount of __
   a) Carbon-di-oxide   b) Carbon-monoxide
   c) Carbon   d) Oxygen

15. Which is a flow concept?
   a) Number of shirts   b) Total wealth
   c) Monthly income   d) Money supply

16. In an open economy import _____ the value of the multiplier.
a) reduces   b) increase   c) does not change d) changes

17. Central bank is _____ authority of any country.
a) Monetary   b) Fiscal   c) Wage   d) National Income
18. Favourable trade means value of exports are _____ than that of imports.
a) more   b) less   c) more or less   d) not more than
19. The Tenth BRICS Summit was held in July 2018 at
a) Beijing   b) Moscow   c) Johannesburg   d) Brasilia
20. Which of the following is correctly matched:
    a) World Trade Organisation   - Africa
    b) World Bank   - Geneva
    c) International Monetary Fund- Washington DC
    d) GATT   - Australia

II. Answer any 7 of the following: 7x2=14
  Q.No.30 is compulsory
21. What is meant by an Economy?
22. Define National Income.
23. Give short note on cyclical unemployment.
24. What is plastic money? Give example.
25. What do you mean by balance of payments.
26. What are the components of GST?
27. Define Global warming.
28. What is GNP?
29. What are the kinds of data?
30. What is crypto currency?

III. Answer any 7 of the following: 7x3=21
  Q.No.40 is compulsory
31. Briefly explain the two sector circular flow model.
32. State the prepositions of Keyne's psychology law of consumption.
33. Write the types of inflation.
34. Distinguish between money market and capital market.
35. State briefly the functions of SAARC.
36. State the meaning of E-waste.
37. Trace the evolution of economic planning in India.
38. Describe the canons of taxation.
39. Distinguish between NEFT and RTGS.
40. Write short note on the implications of Say's law.

IV. Answer the following questions: 7x5=35
41. a) Illustrate the functioning of an economy based on its activities.
                    (or)
b) Explain the importance of national income.
42. a) Narrate the equilibrium between ADF and ASF with diagram.   (or)
b) Explain the operation of the Accelerator.

43. a) Explain the functions of money.
                    (or)
b) What are the objectives of Monetary policy? Explain.
44. a) Explain briefly the Comparative Cost Theory.
                    (or)
b) Bring out the functions of World Bank.
45. a) Describe the various types of deficit in budget.
                    (or)
b) Explain the concepts of externality and its classification.
46. a) Describe different types of planning.
                    (or)
b) Calculate the Karl Pearson correlation co-efficient for the following data.

Demand of product X	65	66	67	67	68
Sale of product Y	67	68	65	68	72
X	69	70	72		
Y	72	69	71		

47. a) Describe the phases of Trade cycle.
                    (or)
b) Explain the differences between Classical theory and Keynes theory.