

XI Economics Assignment 1

Ques 1.Opportunity cost:

- a) Is always lower than the given value of a factor
- b) is always higher than the given value of a factor
- c) is equal to the given value of a factor
- d) can be less than more than or equal to the given value of a factor. (1)

Ques2.Economic problem arises due to

- a) scarcity of resources
- b) unlimited wants
- c) resources can be put to alternative uses
- d) all of these. (1)

Ques3.PPC is concave when marginal opportunity cost

- a) Falls
- b) remains constant
- c) rises
- d) all of these. (1)

Ques4. In case of in efficient utilisation of resources:

- a) PPC shift to its left
- b) PPC shifts to its right
- c) economy operates inside PPC
- d) none of the above. (1)

Ques5. The problem 'for whom to produce 'is basically concerned with:

- a) distribution of income among factors
- b) choosing appropriate technique of production
- c) distribution of output in the society
- d) both a and c. (1)

Ques6:Sudhir says" cotton textile industry is a macroeconomic study". Sanjay counters him that it is a microeconomics study. Their teacher Omji says that Sanjay is correct. Justify (2)

Ques7. Identify the effect of the following situation on PPC

falling price of crude oil in the international market. (2)

Ques8. Distinguish between a centrally planned economy and market economy.(any three) (3)

Ques9.Calculate MOC of Good X and draw PPC from the following data:. (3)

Good X	Good Y	MOC
0	30	
1	28	
2	24	
3	18	
4	10	
5	0	