



- Notes : 1. Attempt **eight** questions in all including question No. **1** which is compulsory.  
2. All questions carry equal marks.

**1.** Choose the right answer from the options given under each question.

- i) National Income is a subject matter of ----- Economics.
  - a) Micro
  - b) Macro
  - c) Managerial
  - d) Business
- ii) Disguised unemployment refers to:
  - a) Persons with no Jobs
  - b) Unemployment among woman.
  - c) Unemployment of people above 60 years of age.
  - d) More Persons employed for a job which less can accomplish.
- iii) The biggest commercial bank in India is :
  - a) Reserve Bank of India.
  - b) Exim Bank of India.
  - c) State Bank of India.
  - d) Industrial Development Bank of India.
- iv) Credit creation is the function of :
  - a) Central Bank
  - b) Commercial Bank
  - c) Axis Bank
  - d) UCO Bank
- v) Public debt represents:
  - a) State borrowings from the state
  - b) State borrowings from the public.
  - c) State borrowings from the company
  - d) None of the above.
- vi) The main reasons for the increase in public expenditure.
  - a) Developmental work
  - b) Increase of population
  - c) Rise of Democracy
  - d) All the above
- vii) Which of these is an Indirect Tax?
  - a) Income Tax
  - b) Corporation Tax
  - c) Sales Tax
  - d) Capital Gains Tax
- viii) Which one of the following is not a function of the R.B.I?
  - a) To Issue currency notes
  - b) To control foreign exchange
  - c) To act as a banker to the Government.
  - d) To provide direct finance to agriculture.

- ix) Which of the following is one of the types of economic planning?
- |                         |                         |
|-------------------------|-------------------------|
| a) Mixed planning       | b) Centralized planning |
| c) Traditional planning | d) Future planning      |
- x) All currency notes except ----- have the signature of the governor of the Reserve Bank of India.
- |                  |                  |
|------------------|------------------|
| a) 1 Rupee note  | b) 50 Rupee note |
| c) 20 Rupee note | d) 2 Rupee note  |

2. Explain the concept of National Income. Discuss the methods applied for the measurement of National Income.
3. What do you understand by the term unemployment? Point out the causes of unemployment in India.
4. Discuss the functions performed by central Bank of the country.
5. Define commercial Banking. Explain the functions of Commercial Banks.
6. What is taxation? Explain the various canons of taxation.
7. Define public debt. Point out the causes and effects of public debt.
8. What do you understand by economic planning? Discuss the objectives of economic planning in India.
9. Discuss the significance of Co-operative Banking in modern economy.
10. Explain the different concepts of National Income.
11. Point out the advantages and disadvantages of direct taxes.
12. "The problem of unemployment is chronic in India". Discuss with the help of remedies to solve this problem.

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