

O. P. JINDAL SCHOOL, SAVITRI NAGAR
Periodic Test 1- (2023 – 2024)

Class: XII

MM: 20

Subject: Economics (030)

Time: 1Hr.

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- General Instructions : 1. All the questions are compulsory.
2. Question No. 1 to 8 carries 1 mark each.
3. Question No. 9 to 11 carries 4 marks each.
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1. Rs.2000 note lying in the wallet of Rohini, is an example of _____ variable.

- (a) stock (b) flow
(c) Either (a) or (b) (d) Investment

2. In 1936, macroeconomics become a separate branch of economics, after a book

Published by _____.

- (a) Adam Smith (b) J B Say
(c) John Maynard Keynes (d) Alfred Marshall

3. Statement 1- Saving by households sector leads to decrease in the circular flow of income.

Statement 2- Borrowing by the firms leads to increase in the circular flow of income.

- (a) Both the statements are true.
(b) Both the statements are false
(c) Statement 1 is true & Statement 2 is false.
(d) Statement 2 is true & Statement 1 is false.

4. Who among the following are not the residents of India?

- (a) Indians who went to Dubai for sight-seeing.
(b) Indian working at the Washington office of UNICEF from 3 years.
(c) Indian working at a branch of Singapore Bank of India.
(d) Indian working at Indian Embassy of Japan.

5. Assertion (A) Reserve Ratio and Credit Creation power of commercial bank are directly Related.

Reason (R) Credit Creation is the product of the reciprocal of Reserve Ratio and Primary Deposit.