

CBSE CLASS 12 ECONOMICS

1. Explain the meaning of opportunity cost with the help of production possibility schedule.
2. With the help of suitable example the problem of 'whom to produce', 'what to produce' and 'how to produce'.
3. Why does an economic problem arise? Explain.
4. Why is production possibilities curve concave? Explain.
5. Distinguish between microeconomics and macroeconomics.
6. Explain the law of diminishing marginal utility with the help of a total utility schedule.
7. Explain the conditions of consumer's equilibrium with the help of indifference curve analysis.
8. Explain the difference between normal goods and inferior goods.
9. Explain the difference between complementary goods and substitute goods.
10. Explain the three properties of indifference curve.
11. Distinguish between supply and stock.
12. Explain the law of variable proportions with the help of total product and marginal product curves.
13. Explain the relationship between average product and marginal product with the help of a diagram.
14. What does price elasticity of supply mean? How do you measure it?
15. Why is average cost curve U-shaped?
16. Explain any two features of monopoly, monopolistic and oligopoly each.
17. Why is the demand curve of a firm under monopolistic competition more elastic than under monopoly? Explain.
18. Market of a commodity is in equilibrium. Demand for the commodity increases. Explain the chain of effects of this change till the market again reaches equilibrium. Use diagram.
19. What are the effects of 'Price Floor' and 'Price Ceiling' on the market of a good? Use diagram.
20. Distinguish between domestic income and national income.
21. Explain the circular flow of income.
22. Distinguish between 'real gross domestic' and 'nominal gross domestic product'.
23. Explain "Banker to the government" function of the central bank.
24. How do commercial banks create deposits? Explain.
25. Explain any four functions of money.
26. Define : Repo rate, Bank Rate, Cash Reserve Ratio, Reverse Repo rate
27. Explain the working of investment multiplier with the help of a numerical example.
28. What is a government budget?
29. How is foreign exchange rate determined in the foreign exchange market? Explain.
30. Distinguish between current account and capital account of balance of payment.

