

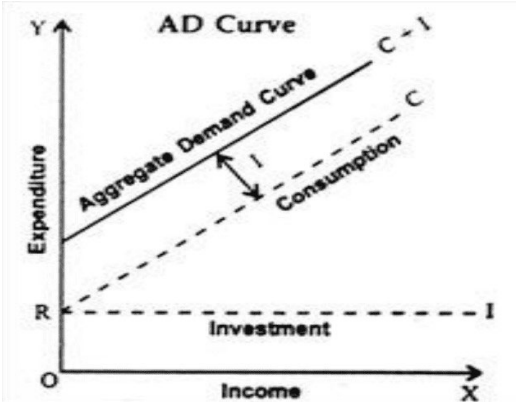
KENDRIYA VIDYALAYA SANGATHAN, JAIPUR REGION**SAMPLE QUESTION PAPER 3 (2023-2024)****TIME: 3 HOURS****CLASS: XII****M.M.: 80****General Instructions:**

1. All questions in both the sections are compulsory.
2. Marks for questions are indicated against each question.
3. Questions No. 1-10 and 18-27 are MCQ or Objective type questions carrying 1 mark each. They are required to be answered in one sentence each.
4. Questions No. 11-12 and 28-29 are short-answer questions carrying 3 marks each. Answers to them should normally not exceed 60 words each.
5. Questions No. 13-15 and 30-32 are also short-answer questions carrying 4 marks each. Answers to them should normally not exceed 70 words each.
6. Questions No. 16-17 and 33-34 are long-answer questions carrying 6 marks each. Answers to them should normally not exceed 100 words each.
7. Answers should be brief and to the point and the above word limits should be adhered to as far as possible.

SECTION A

Q.NO	SECTION A – MACROECONOMICS	MARKS
c	Read the following statements carefully: Statement 1: Ex-ante savings are the planned savings or expected savings. Statement 2: When people who are willing to work at the given wage rate do not get work is called involuntary unemployment. In light of the given statements, choose the correct alternative from the following: a) Statement 1 is true and Statement 2 is false. b) Statement 1 is false and Statement 2 is true. c) Both Statements 1 and 2 are true. Both Statements 1 and 2 are false.	1
2	Nominal GNP is same as a) GNP at constant prices b) Real GNP c) GNP at current prices d) GNP less Net factor income from abroad	1
3	Average Propensity to Consume can never be (choose the correct alternative) a) positive b) zero c) more than one d) less than one	1
4	As per the Reserve Bank of India (RBI) press report, dated 29th December, 2022: "Net external commercial borrowings to India recorded an outflow of US\$ 0.4 billion in the second quarter."	

	uarter (2022-23)" Outflow of foreign exchange is recorded on which side of BOP account? a)current,credit b)current,debit c)capital,creditd)capital,debit	1										
5	‘Money removes the problem of double coincidence of wants.’ On thebasisofthegivenstatement,identifythefunctionperformedbymoney: a)Mediumofexchange b)StoreofValue c)Unitofaccount d)Meansofstandardofdeferredpayments	1										
6	Findthemissingfiguresandchoosethecorrectalternative: The total deposits are ----- if LRR is 25% and initial deposits are Rs. 100000? a) 250000 b) 500000 c) 400000 d) 800000	1										
7	Read the following statements carefully: Statement 1: Aggregate demand is the sum total of consumption and investment expenditures. Statement 2: Total consumption consists of an autonomous component and an induced component. Choose the correct option based on the above statements. a) Statement 1 is true and statement 2 is false b) Statement 1 is false and statement 2 is true c)Both statements 1 and 2 are true d) Both statements 1 and 2 are false	1										
8	Choose the correctly matched pair from the following – <table><tr><td>Column A</td><td>Column B</td></tr><tr><td>A. Sum of credit is equals to</td><td>1. Accommodating items</td></tr><tr><td>B. Unilateral transactions</td><td>2. Transfer receipts</td></tr><tr><td>C. Autonomous items</td><td>3. Sum of debit</td></tr><tr><td>D. Change in foreign exchange reserves with government</td><td>4. Transactions above the line</td></tr></table> a) A-1 b) B-2	Column A	Column B	A. Sum of credit is equals to	1. Accommodating items	B. Unilateral transactions	2. Transfer receipts	C. Autonomous items	3. Sum of debit	D. Change in foreign exchange reserves with government	4. Transactions above the line	1
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	c) C-3 d) D-4	
9	<p>The total consumption and investment curves are given below:</p>  <p>Identify which of the following represents “Autonomous Consumption”.</p> <p>a) OR b) RC c) RY d) RI</p>	1
10	<p>“Interest on the deposit from a foreign bank is recorded in the current account”. Choose the correct reason.</p> <p>a) It is visible good b) It is invisible service c) Income from abroad d) It is a transfer receipt</p>	1
11	<p>State whether the following statements are true or false. Give reasons for your answer.</p> <p>(i) Difference between value of exports and imports of goods and services are called Balance of Trade. (ii) External assistance is not recorded in Balance of Payments account. (Delhi 2011C)</p>	3
12	<p>Do you agree with the statement, ‘Machine purchased is always a final good’.</p> <p>Give reason for your answer.</p> <p>OR</p> <p>Calculate net value added at market price of a firm:</p>	

	<table><tr><th>Items</th><th>Amount</th></tr><tr><td>Sale</td><td>300</td></tr><tr><td>Change in stock</td><td>-10</td></tr><tr><td>Depreciation</td><td>20</td></tr><tr><td>Net in direct taxes</td><td>30</td></tr><tr><td>Purchase of machinery</td><td>100</td></tr><tr><td>Purchase of intermediate product</td><td>150</td></tr></table>	Items	Amount	Sale	300	Change in stock	-10	Depreciation	20	Net in direct taxes	30	Purchase of machinery	100	Purchase of intermediate product	150	3 3
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13	If in an economy Saving function is given by $S = (-) 50 + 0.2 Y$ and $Y = ₹ 2000$ crores; consumption expenditure for the economy would be ₹ 1,650 crores and the autonomous investment is ₹ 50 crores and the marginal propensity to consume is 0.8. True or False? Justify your answer with proper calculations.	4														
14	<p>(A) ‘An economy is operating at the under-employment level of income’. What is meant by the given statement? Discuss one fiscal measure and one monetary measure to tackle the situation.</p> <p style="text-align: center;">OR</p> <p>(B)As per the following news published in The Economic Times on 26th December 2021: ‘Reserve Bank of India has sold government securities worth ₹ 8,710 crore in the secondary market, over the last four weeks, to drain out excessive liquidity’. Identify the likely cause and the consequences behind, this type of action plan of the Reserve Bank.</p>	4 4														
16	<p>A) State which budget expenditure does not result in creation of assets or reduction of liability. Give examples also.</p> <p>B) What indicates zero primary deficit? C) Why is tax treated as revenue receipt?</p> <p style="text-align: center;">OR</p> <p>A) Define the terms “direct” and “indirect” taxes and provide two examples of each. B) From the following data about a government budget, find out</p> <p style="text-align: center;">a. Revenue deficit</p>	3 2 1														

	<div>b. Fiscal deficit c. Primary deficit</div>		3												
	<table><tr><td>Particulars</td><td>Rs. (Arab)</td></tr><tr><td>Capital receipts net of borrowings</td><td>95</td></tr><tr><td>Revenue expenditure</td><td>100</td></tr><tr><td>Interest payments</td><td>10</td></tr><tr><td>Revenue receipts</td><td>80</td></tr><tr><td>Capital expenditure</td><td>110</td></tr></table>	Particulars	Rs. (Arab)	Capital receipts net of borrowings	95	Revenue expenditure	100	Interest payments	10	Revenue receipts	80	Capital expenditure	110		3
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17	<div>(a)Giving reason, explain whether the following are included in domestic product of India. 1. Profits earned by a branch of foreign bank in India 2. Payment of salaries to its staff by embassy located in New Delhi 3. Interest received by an Indian resident from its abroad firms. (b)What is double counting in the economy? How can it be avoided?</div>		<div>3 3</div>												

SECTION B

18	Consider the following statement with respect to Indian agriculture and mention the correct combination. I) Green Revolution led to the introduction of new technology II) Green Revolution started the usage of HYV seeds III) Green Revolution resulted in the improvement in oilseeds. a) I and II b) II and III c) I only d) None of the above	1
19	Which of the following statements about fertility rates is correct? A) The fertility rate is very low in India and very high in Pakistan B) The fertility rate is very low in India and very high in China C) The fertility rate is very low in China and very high in Pakistan D) The fertility rate is very low in China and very high in Bangladesh	1
20	Modernization means 1) Increase the production of goods and services by adopt goods and services by adopt new technology 2) Avoiding imports of those goods which could be produced in India itself 3) Recognition the women should have the same right as men Options are A) only 1 B) Both 1 and 3 C) Only 3 D) All 1,2,3	1
21	Study the following picture and answer the given question:	



_____ is a village based financial intermediary committee usually composed of 10-20 local women or men. (Fill in the blank with correct alternative)

- a) RRB
- b) Self help group
- c) NABARD
- d) Banking system

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Read the following statements: Assertion (A) and Reason (R). Choose the correct alternative from those given below.

Assertion (A): The navratnas were granted financial and operational autonomy in the working of the companies.

Reason (R): The government decided to give special treatment to some profit making PSU.

Alternatives:

- a) Both Assertion (A) and Reason (R) are true and Reason (R) is the correct explanation of Assertion (A).
- b) Both Assertion (A) and Reason (R) are true, but Reason (R) is not the correct explanation of Assertion (A).
- c) Assertion (A) is true, but Reason (R) is false.

Assertion (A) is false, but Reason (R) is true.

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Which of the following statements about human development is incorrect?

- A) The life expectancy at birth of a country is the true indicator of its human development levels
- B) The literacy rate of a country is the true indicator of its human development levels
- C) The density of population of a country is the true indicator of its human development levels
- D) The per capita gross domestic product (GDP) of a country is the true indicator of its human development levels

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Read the following statements: Assertion (A) and Reason (R). Choose the correct alternative from those given below.

ASSERTION: Rural development includes only agricultural development.

REASON: Rural development aims at improving the economic and social conditions of well being.

Alternatives


A) Both assertion and reason are true and reason is the not correct explanation of assertion is true but reason is false

B) Both assertion and reason are true and reason is correct explanation of assertion

C) Assertion is true but reason is false

1

	D) Assertion is false but reason is true											
2 5	<p>Read the following statement given below and choose the correct alternative</p> <p>Statement 1- China has the lowest density among India , pakistan and Chin</p> <p>Statement 2- Only 64% of people of India live in urban areas</p> <p>A)Both are correct</p> <p>B)Both are incorrect</p> <p>C)Statement 1 is correct and statement 2 is incorrect</p> <p>D)Statement 1 is incorrect and statement 2 is correct</p>	1										
2 6	<p>Read the following statements carefully:</p> <p>Statement 1: Casualisation refers to a situation when the percentage of casually hired workers in the total workforce tends to rise over time.</p> <p>Statement 2: Informalisation refers to a situation when people tend to find employment more in the informal sector of the economy, and less in the formal sector of the economy.</p> <p>In light of the given statements, choose the correct alternative from the following:</p> <p>a) Statement 1 is true and Statement 2 is false.</p> <p>b) Statement 1 is false and Statement 2 is true.</p> <p>c) Both Statements 1 and 2 are true.</p> <p>Both Statements 1 and 2 are false</p>	1										
2 7	<p>From the set of the events given in column I and corresponding facts given in Column II, choose the correct pair of statements:</p> <table><tr><th>Column I</th><th>Column II</th></tr><tr><td>A. Great proletarian cultural revolution</td><td>1. 1966-67</td></tr><tr><td>B. Great leap forward</td><td>2. 0.557</td></tr><tr><td>C. Decline in Pakistan's growth rate</td><td>3. 1958</td></tr><tr><td>D. Value of HDI in Pakistan</td><td>4. 2015-17</td></tr></table> <p>Alternatives:</p> <p>a) A-I b) B-II</p> <p>c) C-III d) D-IV</p>	Column I	Column II	A. Great proletarian cultural revolution	1. 1966-67	B. Great leap forward	2. 0.557	C. Decline in Pakistan's growth rate	3. 1958	D. Value of HDI in Pakistan	4. 2015-17	1
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2 8	<p>(A) State the reasons for low agricultural productivity during the colonial period.</p> <p>OR</p> <p>What were the aims of economic policies pursued by the colonial government in India?</p>	3
2 9	<p>“Ravya’s father admitted her in an engineering college to attain higher education. This contributed positively to her skills and expertise.”</p> <p>Explain the impact of Ravya’s decision on human capital formation.</p>	3
3 0	<p>What are the reasons for the low population growth in China?</p>	4
3 1	<p>(A) State and elaborate whether the following statements are true or false, with valid arguments:</p> <p>(i) Agricultural diversification is essential for sustainable livelihoods.</p> <p>(ii) Moneylender and traders exploits small farmers.</p> <p>OR</p> <p>(B) Meena is a housewife. Besides taking care of household chores, she works in the cloth shop which is owned and operated by her husband. Can she be considered as a worker? Why?</p>	2 2 4
3 2	 <p>Identify the situation depicted in the given image. Suggest the impact of the indicated situation, on the Indian economy.</p>	4
3 3	<p>(A) ‘The goal of equitable distribution of land was fully served by the abolition of intermediaries, in post-independence India.’</p> <p>Justify the statement, giving reasons in support of your answer.</p> <p>(B) India’s Green Revolution is an example of how the productivity of scarce land resources can be increased with improved production technology.</p> <p>Justify the statement, giving reasons in support of your answer.</p>	3 3
	<p>OR</p> <p>(C) ‘Though public sector is very essential for industries, many public sector undertakings incur huge losses and are a drain on the economy’s resources’.</p> <p>Discuss the usefulness of public sector undertakings in the light of this fact.</p>	3

	(D)*Modernisation as a planning objective create contradiction in the light of employment generation.’ Doyouagreeewiththegivenstatement?Givevalidreasonsin supportofyouranswer.	3
3 4	<p>An important lesson that the COVID-19 pandemic has taught the policymakers in India is to provide greater impetus to sectors that make better allocation of resources and reduce income inequalities. COVID-19 has also taught a lesson that in crisis the population returns to rely on the farm sector. India has a large arable land, but the farm sector has its own structural problems. However, directly or indirectly, 50 percent of the households still depend on the farm sector. Greater support to MSMEs, higher public expenditure on health and education and making the labour force a formal employee in the economy are some of the milestones that the nation has to achieve. One of the imminent reforms to be done in the country is labour reforms. Labour laws are outmoded in India, and some of these date back to the last century. India’s complex labour laws have been blamed for keeping manufacturing businesses small and hindering job creation. Industry hires labour informally because of complex laws and that is responsible for low wages.</p> <p>1. “It is necessary to create employment in the formal sector rather than in the informal sector.” Defend or refute the given statement with valid argument.</p> <p>2. Hired labour comes in (Informal organisation / formal organisation)</p> <p>3. What do you mean by MSMEs?</p>	3 1 2