

**IInd TERMINAL EXAMINATION, DECEMBER-2011**

**Economics - II**

**Answer Key**

Q.No.	Scoring Indicators	Score details	Total Score
1.	Suitable heading micro & macro Micro: Pricing of factors of production Salary of a teacher Demand for vegetables Macro: National income determination	1/2 x 1/2=1    1/4x4=1	
2.	General theory of employment interest and money	1	1
3.	Explanation - price floor Diagram	2 2	4
4.	Define PPC Draw PPC Identify the central problems	1 1 3	5
5.	Title Introduction Main points Conclusion	1 1 5 1	8
6.	3 conditions: 1 score for each for drawing diagram	2	5
7.	$K = 1/MPS = 1.25$	1	1
8.	a. $p_1x_1 + P_2x_2 : m$ b. $m/p_1$ & $M/p_2$ c. Draw budget line d. for writing the new equation e. for drawing new budget line	1 1 1 1 1	5
9.	a. Finding out AP & MP Equation b. Plotting $TP_L, AP_L, MP_L$	2 1 5	8
10.	Money multiplier: 1.666 Equation	1 1	2
11.	a. Completion: 1/2 score for each b. Two markets: 1/2 score for each c. Identify the flows: 1/4 score for each .....	1/2 x 4 = 2 1/2 x 2 = 1  1/4 x 4 = 1	4
12.	List out three monetary instrument	3x1	3

13.	discuss the concepts of deficits	3	3
14.	For explanation for diagram	3 2	3
15.	1) Final good 2) Intermediate goods 3) MR 4) Value added	1 1 1 1	4
16.	Find elasticity	3	3
17.	Distinguish between open Economy & closed economy multiplier for calculation	2 2	4
18.	Market supply schedule Market supply curve	3 2	
19.	Give the differences	2	2
20.	Meaning of indifference curve Write properties	1 3	4
21.	1/4 score for each	1/4x8	2

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