

	<p>account of Balance of Payments of India. (Choose the correct alternative to fill in the blanks)</p> <p>(A) Debit, Current (B) Credit, Capital (C) Credit, Current (D) Debit, Capital</p>	1
5	<p>In an imaginary economy, autonomous consumption = ₹ 200 crore and marginal propensity to save = 0.3. The saving function for the economy would be _____. (Choose the correct alternative to fill in the blank)</p> <p>(A) $200 + 0.7Y$ (B) $(-) 200 + 0.3Y$ (C) $200 + 0.3Y$ (D) $(-) 200 + 0.7Y$</p>	1
6	<p>As per the data presented in the Union Budget 2024-25, the total revenue receipts of the government and the revenue expenditure are estimated at ₹35.04 lakh crore and ₹ 40.85 lakh crore respectively. The value of the _____ deficit would be ₹ 5.81 lakh crore. (Choose the correct option to fill up the blank)</p> <p>A. Revenue B. Fiscal C. Budgetary D. Primary</p>	1
7	<p>Read the following statements carefully: Statement 1: The maximum value of Average Propensity to Consume (APC) can be unity. Statement 2: As the income of an economy increases, the proportionate increase in the level of consumption is always equal to the increase in the level of income. In light of the given statements, choose the correct option 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. D. Both Statements 1 and 2 are false.</p>	1
8	<p>In order to discourage any fall in Aggregate Demand, the Government of India may _____ the _____. (Choose the correct alternative to fill in the blanks)</p> <p>(A) Decrease, Repo Rate (B) Increase, Reverse Repo Rate (C) Decrease, Government Expenditure (D) Decrease, Tax Rate</p>	1
9	<p>Read the following statements carefully: Statement 1: Interest payments do not lead to any decrease in liabilities of the government. Statement 2: Disposal of equity by the Public Sector Undertakings in the market may lead to a decrease in the assets of the government.</p>	


In light of the given statements, choose the correct option 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.
 D. Both Statements 1 and 2 are false.

1

10 Based on the given diagram:

Overall Trade (Merchandise + Services)



Period	Exports (USD Billion)	Imports (USD Billion)
April-January 2022-23	639.59	751.58
April-January 2023-24	638.37	708.79

Source: <https://commerce.gov.in/wp-content/uploads/2024/02/PIB-Press-Release-January-2024-1.pdf>

The trade under current account during April - January 2023-24 reflects a _____ of USD _____ billion. (Choose the correct option to fill up the blank)

A. Surplus, 70.43
 B. Surplus, 111.99
 C. Deficit, 70.43
 D. Deficit, 111.99

For Visually Impaired Candidates:
 _____ indicates the situation of Balance of Trade Deficit in the Balance of Payments Account.

A. Exports of goods > imports of goods
 B. Exports of goods < imports of goods
 C. Exports of services < imports of services
 D. Exports of goods & services < imports of goods and services

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11 On the basis of the given data, estimate the value of Domestic Income(NDP_{FC}):

(A)


S.NO	Items	Amount ((₹ in crore)
i.	Household Consumption Expenditure	1200
ii.	Gross Business Fixed Capital Formation	800
iii.	Gross Residential Construction Investment	70
iv.	Government Final Consumption Expenditure	500
v.	Excess of Imports over Exports	100
vi.	Inventory Investment	(-)50
vii.	Gross Public Investment	500
viii.	Net Indirect Taxes	150
ix.	Net Factor Income From Abroad	80

	x.	Consumption of fixed capital	30	3																								
11 (B)	<p style="text-align: center;">OR</p> <p>State with reasons whether the following will be included in national income.</p> <p>a) Salary of an Indian working in Russian embassy in India.</p> <p>b) Dividend received by a foreign investor from an Indian company.</p>			3																								
12	<p>“Revenue receipts of the government may be categorized under two heads.”</p> <p>State and explain the two heads of revenue receipts.</p>			3																								
13	<p>(I) ‘RBI sold \$33 billion to curb Rupee volatility.’</p> <p>A) Which exchange rate system is the above move associated with?</p> <p>B) Why do you think this step was taken by the RBI?</p> <p>(II) State the meaning of ‘Balance of Payments Surplus.’</p>			1 2 1																								
14 (A)	<p>In an economy $C = 200 + 0.75Y$ is the consumption function where C is consumption expenditure and Y is National Income. Investment expenditure is ₹ 4,000. Calculate the equilibrium level of income and consumption expenditure.</p>			4																								
14 (B)	<p style="text-align: center;">OR</p> <p>Complete the following</p> <table border="1" style="margin-left: auto; margin-right: auto;"> <thead> <tr> <th>Income</th> <th>Saving</th> <th>Marginal Propensity to Consume</th> <th>Average Propensity to Consume</th> </tr> </thead> <tbody> <tr> <td>0</td> <td>-20</td> <td>-</td> <td>-</td> </tr> <tr> <td>50</td> <td>-10</td> <td>-</td> <td>-</td> </tr> <tr> <td>100</td> <td>0</td> <td>-</td> <td>-</td> </tr> <tr> <td>150</td> <td>30</td> <td>-</td> <td>-</td> </tr> <tr> <td>200</td> <td>60</td> <td>-</td> <td>-</td> </tr> </tbody> </table>			Income	Saving	Marginal Propensity to Consume	Average Propensity to Consume	0	-20	-	-	50	-10	-	-	100	0	-	-	150	30	-	-	200	60	-	-	4
Income	Saving	Marginal Propensity to Consume	Average Propensity to Consume																									
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100	0	-	-																									
150	30	-	-																									
200	60	-	-																									
15	<p>Suppose, the Indian Government decides to boost public investments with a defence project of ₹ 40,000 crore.</p> <p>Explain the likely impacts of the given situation on the Income, Employment and Output of the economy, assuming that 80% of the increase in income is consumed.</p>			4																								
16	<p>Read the following text carefully:</p> <p>The demand for money tells us what makes people desire a certain amount of money. Since money is required to conduct transactions, the value of transactions will determine the money people will want to keep: the larger is the quantum of transactions to be made, the larger is the quantity of money demanded. Since the quantum of transactions to be made depends on income, it should be clear that a rise in income will lead to rise in demand for money. Also, when people keep their savings in the form of money rather than putting it in a bank which gives them interest, how much money people keep also depends on rate of interest. Specifically, when interest rates go up, people become less interested in holding money since holding money amounts to holding less of interest-earning deposits, and thus less interest received. Therefore, at higher interest rates,</p>																											

	<p>money demanded comes down.</p> <p>On the basis of the given text and common understanding, answer the following questions:</p> <p>(I) State the various purposes for which money is demanded.</p> <p>(II) “The quantum of transactions to be made depends on income.” Do you agree with the given statement? What steps may be taken by the banks to control the demand for money in the economy?</p>	<p>3</p> <p>3</p>									
17 (A)	<p>On the basis of the following hypothetical data:</p> <p style="text-align: right;">(all figures in ₹ crore)</p> <table border="1" style="margin-left: auto; margin-right: auto;"> <thead> <tr> <th>Year</th> <th>Nominal GDP</th> <th>Nominal GDP adjusted to base year prices</th> </tr> </thead> <tbody> <tr> <td>2022</td> <td>6,000</td> <td>4,000</td> </tr> <tr> <td>2023</td> <td>6,300</td> <td>4,500</td> </tr> </tbody> </table> <p>(I) Calculate the percentage change in Real Gross Domestic Product in the year 2023 using 2022 as the base year.</p> <p>(II) Compare the percentage change in real and nominal GDP of this economy. What can you say about the economic growth of this country.</p> <p style="text-align: center;">OR</p>	Year	Nominal GDP	Nominal GDP adjusted to base year prices	2022	6,000	4,000	2023	6,300	4,500	<p>3</p> <p>3</p>
Year	Nominal GDP	Nominal GDP adjusted to base year prices									
2022	6,000	4,000									
2023	6,300	4,500									
17 (B)	<p>(I) “Basis of classification of a good into final good and intermediate good depends on the economic nature of its use.” Defend or refute the statement, with the help of a suitable example.</p> <p>(II) “All the capital goods produced in a year do not constitute an addition to the capital stock already existing.” Identify the concept indicated in the aforesaid statement. Give valid reasons in support of your answer.</p>	<p>3</p> <p>3</p>									
SECTION B – INDIAN ECONOMIC DEVELOPMENT											
18	<p>Read the given image carefully</p> <div style="text-align: center;"> </div> <p>Choose the correct option which indicates the strategies for sustainable development</p> <ol style="list-style-type: none"> i. Bio composting ii. Use of thermal energy iii. Use of wind energy 										

	<p>iv. Deforestation</p> <p>Options:</p> <p>A. (i) and (ii)</p> <p>B. (ii) and (iii)</p> <p>C. (i) and (iv)</p> <p>D. (i) and (iii)</p> <p>For Visually Impaired Candidates:</p> <p>Identify, which of the following is not a correct strategy for sustainable development?</p> <p>(i) Segregation of waste</p> <p>(ii) Deforestation</p> <p>(iii) Use of thermal power</p> <p>Alternatives:</p> <p>A. (i) only</p> <p>B. (ii) only</p> <p>C. (ii) & (iii)</p> <p>D. (i) & (ii)</p>	1
19	<p>Read the following statements carefully:</p> <p>Statement 1: Under the colonial rule, basic infrastructure (like railways, post and telegraph etc.) was developed.</p> <p>Statement 2: The real motive behind the infrastructural development in India was to strengthen the British interests.</p> <p>In light of the given statements, choose the correct option 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>D. Both Statements 1 and 2 are false.</p>	1
20	<p>Read the following statements: Assertion (A) and Reason (R). Choose the correct option from those given below:</p> <p>Assertion (A): Human capital formation is required for effective use of physical capital.</p> <p>Reason (R): Formation of human capital raises life expectancy of the people.</p> <p>Alternatives :</p> <p>a) Both Assertion (A) and Reason (R) are true and Reason (R) is the correct explanation of Assertion(A)</p> <p>b) Both Assertion (A) and Reason (R) are true and Reason (R) is not the correct explanation of Assertion(A)</p> <p>c) Assertion (A) is true but Reason (R) is false.</p> <p>d) Assertion (A) is false but Reason (R) is true.</p>	1
21	<p>_____ was established in 1951 and has now been replaced with _____. (Choose the correct option to fill up the blank)</p> <p>A. Planning Commission, Niti Ayog</p> <p>B. Niti Ayog, Planning Commission</p> <p>C. Public Sector, Private Sector</p> <p>D. Socialism , Capitalism</p>	1

22	<p>The non-farm activities in rural areas consist of _____.</p> <p>(Choose the correct option to fill up the blank)</p> <p>(i) Poultry (ii) Multiple Cropping (iii) Bee-Keeping (iv) Horticulture</p> <p>Alternatives :</p> <p>A. (i) and (iv) B. (i), (iii) and (iv) C. (i), (ii) and (iii) D. (i), (ii), (iii), and (iv)</p>	1
23	<p>Identify, which of the following statement is incorrect about the trade reforms introduced in 1991?</p> <p>(Choose the correct option)</p> <p>a) Dismantling of quantitative restrictions on imports and exports b) Reduction of tariff rates c) Foreign Institutional Investors were allowed to invest in Indian financial markets d) Removal of licensing procedures for imports.</p>	1
24	<p>Which one of the following was Not the impact of one-child policy norm in China?</p> <p>[a] Population growth reduced [b] Burden of old aged people increased [c] Working population reduced in China arresting the economic growth [d] China became the most populated country of the world.</p>	1
25	<p>Identify, which of the following is not a correct function of environment?</p> <p>(i) Exclusion of waste (ii) Sustenance of life (iii) Provide aesthetic services</p> <p>Alternatives :</p> <p>(A) (i) only (B) (ii) only (C) (ii) & (iii) (D) (i) & (ii)</p>	1
26	<p>“A construction site manager hires two workers on daily basis.”</p> <p>Identify the situation indicated in the given statement and choose the correct option.</p> <p>A. Jobless Growth B. Self Employed C. Regular Worker D. Casual Labour</p>	1
27	<p>_____ is a women-oriented community-based poverty reduction programme being implemented in Kerala.</p> <p>(Choose the correct option to fill up the blank)</p>	

	A. Kudumbashree C. Saansad Adarsh Gram Yojana	B. TANWA D. Prakruti	1
28 (A)	Elaborate the reasons owing to which the private sector was regulated under the Industrial Policy Resolution, 1956.		3
	OR		
28 (B)	“Under the liberalisation measures taken by the Government of India, regulation of industrial sector was extremely crucial.” Reject or support the given statement with valid arguments..		3
29	(a)“Scholars find son- preference as a common phenomenon in India, Pakistan and China.” Justify the given statement in the light of skewed sex-ratio.		2
	(b) State any two liberty indicators.		1
30	‘China’s rapid industrial growth can be traced back to its reforms in 1978.’ In the light of the given text, discuss any two reforms responsible for the rapid economic growth of China.		4
31 (A)	“The participation rate of people in economic activities in rural areas is more than that in urban areas.” Justify the given statement.		4
	OR		
31 (B)	“Self-Help Groups provide stimulus to socio-economic development in rural areas.” Justify the given statement with valid explanation.		4
32	(I) Interpret the given picture and explain any one strategy to control it from becoming an ecological disaster.		2
			
	(II) State the two components of environment.		2
	For Visually Impaired Candidates in lieu of 32 (I) : Explain why the opportunity cost of environmental crisis is very high.		2

33	<p>Read the following text carefully:</p> <p>In October, 2014, The Government of India introduced a new scheme called Saansad Adarsh Gram Yojana (SAGY). Under this scheme, Members of India's Parliament need to identify and develop one village from their constituencies. To begin with, MPs can develop one village as a model village by 2016, and two more by 2019, covering over 2,500 villages in India. According to the scheme, the village can have a population of 3,000-5,000 in the plains and 1,000-3,000 in the hills and should not be MPs' own or their spouse's village. MPs are expected to facilitate a village development plan, motivate villagers to take up activities and built infrastructure in the areas of health, nutrition and education.</p> <p>The main objectives of SAGY are:</p> <ol style="list-style-type: none"> 1. To trigger processes which lead to holistic development of the identified Gram Panchayats 2. To substantially improve the standard of living and quality of life of all sections of the population through <ul style="list-style-type: none"> o Improved basic amenities o Higher productivity o Enhanced human development o Better livelihood opportunities o Reduced disparities o Access to rights and entitlements o Wider social mobilization o Enriched social capital 3. To generate models of local level development and effective local governance which can motivate and inspire neighbouring Gram Panchayats to learn and adapt 4. To nurture the identified Adarsh Grams as schools of local development to train other Gram Panchayats. <p>Source: www.pib.nic.in accessed on 24 October 2014</p> <p>On the basis of the given text and common understanding, answer the following questions:</p> <p>(I) Write a short note on Saansad Adarsh Gram Yojana.</p> <p>(II) State any three objectives of this yojana.</p>	
34 (A)	(I) Why, despite the implementation of green revolution, 65 per cent of India's population continued to be engaged in the agriculture sector till 1990?	4
	(II) Indicate the volume and direction of trade at the time of independence.	2
	OR	
34 (B)	(I) 'Why was public sector given a leading role in industrial development during the planning period?	3
	(II) Explain the rationale behind choosing 'Modernisation' as a central planning objective in India's development strategy.	3