Assignment Class 12 Economics

Chapter 1

Time Allowed: 45 mins. Maximum Marks: 17

Q-1 Which one of the following is not considered as a factor income?

A) Rent B)Wages C)Gifts from abroad D)Profit

 Q-2 Money flow involves exchanges of

A) Goods and services B) Gifts C) Money D) None of these

 Q-3 Which of the following is not a flow?

A)Capital B) Income C) Investment D) Depreciation

Q-4 \_\_\_\_\_\_\_Variable is a dynamic concept (1)

Q-5 \_\_\_\_\_\_\_\_\_\_flows determines the magnitude of growth process in an economy.

Q-6 In the \_\_\_\_\_Phase , income received by factors of production in spent of goods and services produced by\_\_\_\_\_\_\_

 True/False

Q-7 Inventory is a stock variable.

 Q-8 Capital formation is a flow.

 Q-9 In a two sector model, total production is always equal to total consumption.

Q10. Differentiate between stock and flow concept.

 Q-11. Circular flow of income in a two sector economy is based on the axiom that one’s expenditure is other’s income. Do you agree with the the given statement? Support your answer with valid reasons.

 Q-13 Expain circular flow of income with the help of diagram.