

GUJARAT SECONDARY & HIGHER SECONDARY EDUCATION BOARD, GANDHINAGAR
UNIT TEST-5

Std. : 11 (General)
Sub. : Economics 022(E)

Total Marks : 25
Time : 1 Hour

Instructions :

- I. There are 15 questions in this unit test.
- II. Students have to write the answer of this unit test in their note-book.

SECTION : A

Questions from 1 to 5 are multiple choice questions. Select the correct answer from the options. (Each question carries 01 marks.) [05]

- (1) What is the relationship between price and supply of commodity ?
(A) Opposite (B) Direct (C) Equal (D) Zero
- (2) If there is expectation about rise in price in future then present supply...
(A) Decreases (B) Increases
(C) Remain constant (D) Become zero
- (3) How is average cost curve shaped ?
(A) Hockey stick (B) V (C) U (D) Square
- (4) Which cost has direct relation with quantity of production ?
(A) Fixed cost (B) Average cost (C) Marginal cost (D) Variable cost
- (5) How is the slope of fixed cost curve ?
(A) Negative (B) Positive
(C) Parallel to X-axis (D) Parallel to Y-axis

SECTION : B

Answer the following questions from 6 to 10 in one sentence each. [05]
(Each question carries 1 marks)

- (6) Do fine supply.
- (7) What is means by expansion of supply ?
- (8) Why is the law of supply not applicable to rare goods ?
- (9) What do you mean by fixed cost ?
- (10) What do you mean by Mangical Revenue ?

SECTION : C

Answer the following questions 11 to 12 in short. [04]
(Each question carries 2 marks.)

- (11) State only the names of the factors affecting supply other than price.
- (12) What is the meaning of average reveanue ? Give example.

SECTION : D

Answer the following questions from 13 to 14 in brief. [06]
(Each question carries 3 marks.)

- (13) Explain increase-decrease of supply along with diagram.
OR
- (13) Explain exceptions to the law of supply.
- (14) "All costs are variable in the long run." Explain.

SECTION : E

Answer the following question 15 in details. [05]

- (15) Explain law of supply with the help of schedule and diagram.
OR
- (15) Explain with diagram the inter-relationship between average cost and marginal cost.