PART A (compulsory)  
(32 x 1 = 32 marks)

Q 1. Please state true or false :

1. Economics explains how economies work.
2. A firm may be sole proprietorship, partnership or corporation
3. A market leader owns a brand with high volume share and low price sensitivity
4. A country’s GDP is to measure the size of the economy.
5. Financial institutions are divided into regulatory institutions and intermediaries.
6. Planning by inducement takes place in all economies.
7. Factors of production are land, labour, capital and profit.
8. Current assets include inventories.

Q 2. Expand the abbreviations :

1. NNP
2. PSU
3. CPA
4. FPI
5. SME
6. WTO
7. IMF
8. GAAP
Q 3. Fill in the blanks : 8 marks.

1. Economics studies relationship between ends and ........ .
2. Automobile industry is .......... market .
3. Finance is personal, public and .......... .
4. In a .......... Market raw / primary products are sold .
5. National Planning Commission was set up in the year ........ .
6. ..................... is buying and selling of credit instruments .
7. Goodwill is an ............ asset .
8. Fund flow statement shows source and ...... of fund .

Q 4. Match the following : 8 marks

<table>
<thead>
<tr>
<th>A</th>
<th>B</th>
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<tr>
<td>3. Cooperatives</td>
<td>c. Foreign trade policy .</td>
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<tr>
<td>5. Oligopsony</td>
<td>e. Keynes .</td>
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<td>7. Non- current asset</td>
<td>g. Cash flow statement is must .</td>
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PART B

(Answer any three) 3x16 = 48 marks

Q5. Write short notes on any 4

a. Structural change in an economy
b. Perishable goods
c. Behavioural approach
d. Substitution effect on demand
e. Working capital
f. e-governance

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Q 6. Explain various types of accounting records .
Q 7. What are the types of corporate financial statements .
Q 8. Outline the impacts of LPG on the Indian economy .
Q 9. What are the factors of Consumer Protection Act .
Q 10. Calculate gross profit ratio from the following data : 20 marks

- Sales -100000
- Purchases -60000
- Sales Return – 10000
- Opening Stock – 20000
- Closing Stock – 5000
- Purchase Returns – 15000
- Closing Stock - 5000

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