



**DELHI PUBLIC SCHOOL NEWTOWN**  
**SESSION 2023–24**  
**MONDAY TEST 1**

**CLASS : IX**  
**SUB : ECONOMIC APPLICATIONS**

**FULL MARKS : 40**  
**DATE : 19-05-2023**

**General Instructions:**

- The paper consists of two printed pages.
- Answer should be to the point.
- Copy the question number carefully before answering the questions.

**SECTION A [10 MARKS]**  
*Attempt all questions*

**Question 1**

Choose the correct answers to the questions from the given options.

**[10]**

- (i) A consumer always wants to maximize their production.
  - a. True.
  - b. False.
- (ii) Any point lying inside the production possibility curve shows:
  - a. Efficient utilization of resources.
  - b. Possible but inefficient utilization of resources.
  - c. Possible and efficient utilization of resources.
  - d. Not possible because resources are scarce.
- (iii) The problem of 'For whom to Produce ' is also known as \_\_\_\_\_.
  - a. Problem of Choice of fulfillment.
  - b. Problem of Choice of technique of production.
  - c. Problem of Distribution.
  - d. Problem of Fuller utilization of resources.
- (iv) The features of the Scarcity definition includes:
  - a. Limited wants and unlimited resources.
  - b. Unlimited wants and limited resources.
  - c. Resources have alternative resources.
  - d. Both b and c.
- (v) The word 'Economics' is derived from the \_\_\_\_\_ word 'Oikonomikos'.
  - a. Latin
  - b. Greek
  - c. English
  - d. Spanish
- (vi) The producers ensure which of the following?
  - a. Inefficient use of various factors of production.
  - b. Creation of unemployment.
  - c. Increase in income opportunities.
  - d. All of the above.

- (vii) The government provides support to the industrial sector by:
  - a. Charging higher taxes.
  - b. Restricted flow of institutional credit.
  - c. Creating adequate railway facilities.
  - d. Reducing communication facilities.
- (viii) A point lying outside the production possibility curve denote:
  - a. Limited availability of natural resources.
  - b. Wastage of resources.
  - c. Inefficient utilization of resources.
  - d. Maximization of production.
- (ix) Improvement in technology and increase in resources is depicted by a:
  - a. Point inside the production possibility curve.
  - b. Point on the production possibility curve.
  - c. Shift of the production possibility curve outwards
  - d. Shift of the production possibility curve inwards.
- (x) Economic development signifies:
  - a. Qualitative improvement.
  - b. Quantitative improvement.
  - c. Subjective improvement.
  - d. Both a and b.

### **SECTION B [30 MARKS]**

*Attempt all questions from this section*

#### **Question 2**

- (i) Who is a consumer? Explain the importance of consumers. [7]
- (ii) Discuss the important role played by the government in an economy. [8]

#### **Question 3**

- (i) What is meant by efficient use of resources? Explain the three basic problems of an economy. [7]
- (ii) Explain the features of the modern definition of Economics. [8]