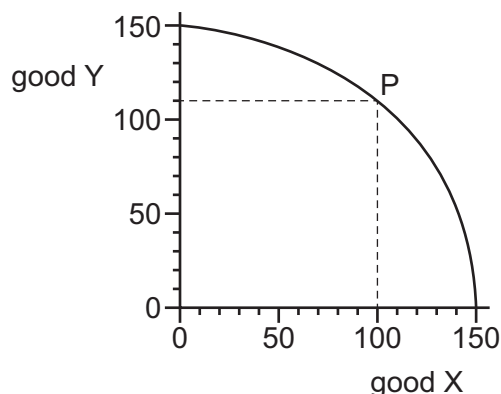


- 1 The diagram shows a production possibility curve for an economy that is producing at point P.



Which quantity of X is given up to produce the quantity of Y shown?

- A** 40 **B** 50 **C** 100 **D** 110
- 2 The Indian government operates a pension scheme.
- Which statement about this scheme would be classed as normative?
- A** To be eligible, individuals must be above the age of 60 and live below the poverty line.
- B** In January 2020, eligible individuals aged over 70 received 500 rupees per month.
- C** In 2018, the Supreme Court said the government must review pension payments because they are unrealistic.
- D** In January 2020, the Indian government announced that it might increase the payment to 1000 rupees per month.
- 3 Economics students have to fill in the gaps in the following passage.

'The three basic questions arising from the economic problem of scarcity are1..... to produce,2..... to produce, and3..... to produce.'

Which combination is correct?

	1	2	3
A	how	when	where
B	how	where	for whom
C	what	how	for whom
D	what	when	where