

Topic-1: PPF

1.

- a) What is Production Possibility Frontier (PPF)? Draw a society's PPF. (4)
- b) Indicate the inefficient point. Why that point inside the PPF is inefficient? (2)
- c) Indicate an efficient point. Why that point on the PPF is efficient? (2)
- d) Indicate an unattainable point. Why that point outside the frontier is unattainable? (2)

Topic-2: Demand-Supply-Equilibrium

- 1. What is Demand? Explain the Law of Demand and Law of Supply. (5)
- 2. Draw and explain the difference between a shift in the demand and a movement along the demand curve. (5)
- 3.

Price (Tk.)	Quantity Demanded	Quantity Supplied
4	13	2
5	10	5
6	8	8
7	6	9
8	5	11
9	3	12

- a) Graph the demand and supply curves. (5)
- b) Define equilibrium point. Identify an equilibrium point, a surplus and shortage from the given table. (5)