

ECONOMICS

COURSE STRUCTURE

Class-XII

Three Hours

One Paper

Units		Periods	Marks
Part-A : Introductory Microeconomics			
Unit-I	Introduction	10	4
Unit-II	Consumer Behaviour and Demand	25	13
Unit-III	Producer Behaviour and Supply	20	10
Unit-IV	Forms of Market and Price Determination	12	-
Unit-V	Simple applications of Tools of demand and supply	12	-
Total		104	50
Part-B : Introductory Macroeconomics			
Unit-I	National Income and Related Aggregates	30	15
Unit-II	Determination of Income Employment	25	12
Unit-III	Money and Banking	18	8
Unit-IV	Government Budget and the Economy,	17	8
Unit-V	Balance of Payments	14	7
Total		104	50

Part-A : Introductory Microeconomics

Unit-I : Introduction

(Periods 10)

- ◆ What is microeconomics ?
- ◆ Central problems of an economy, production possibility curve and opportunity cost.

J.Sc. xii-55

Unit-II : Consumer Behaviour and Demand ✓ SKS (2) (Periods 25)

- **Consumer's Equilibrium** : meaning and attainment of equilibrium through Utility Approach : One and two commodity cases.
- **Demand** : market demand, determinants of demand, demand schedule, demand curve, movement along and shifts in demand curve, price elasticity of demand, measurement of price elasticity of demand – percentage, total expenditure and geometric method.

Unit-III : Producer Behaviour and Supply (Periods 37)

- **Production function** : Returns of a factor and Returns to scale gk
- **Supply** : market supply, determinants of supply, supply schedule, supply curve movement along and shifts in supply curve, price elasticity of supply, measurement of price elasticity of supply – percentage and geometric method.
- **Cost and Revenue** : Concepts of costs; Short run costs curves (fixed and variable costs; total, average and marginal costs); concepts of revenue – total, average and marginal revenue and their relationship, Producer's equilibrium – with the help of MC and MR.

Unit-IV : Forms of Market and Price Determination (Periods 20)

- Forms of market : Perfect competition, Monopoly, Monopolistic competition – their meaning and features. Aditi
- Price determination under perfect competition – Equilibrium price, effects of shifts in demand and supply.

Unit-V : Simple applications of Tools of demand and supply ✓ (Periods 12)

Part-B : Introductory Macroeconomics

Unit-I : National Income and related aggregates (Periods : 30)

- **Macroeconomics** : Meaning.
- Circular flow of income, concepts of GDP, GNP, NDP, NNP (at market price and factor cost), National Disposable Income (gross and net); Private Income, Personal Income and Personal Disposable Income.
- Measurement of National Income - Value Added method, Income method and Expenditure method.

Unit-II: Determination of Income and Employment (Periods : 25)

- Aggregate demand, Aggregate supply and their components.
- Propensity to consume and propensity to save (average and marginal).
- Meaning of involuntary unemployment and full employment.
- Determination of income and employment: Two sector model
- Concept of investment multiplier and its working.

- Problems of excess and deficient demand.
- Measures to correct excess and deficient demand - availability of credit, Change in Government spending.

Unit-III: Money and Banking (Periods : 18)

- **Money** : meaning, evolution and functions.
- **Central bank** : meaning and functions.
- **Commercial banks** : meaning and functions.

A.K.

Unit-IV : Government Budget and the Economy (Periods : 17)

- Government budget - meaning and its components
- Objectives of government budget
- Classification of receipts - revenue and capital; classification of expenditure—revenue and capital, plan and non-plan, and developmental and non-developmental.
- **Balanced budget, surplus budget and deficit budget** : meaning and implications
- **Revenue deficit, fiscal deficit and primary deficit** : meaning and implications; measures to contain different deficits.

J.K.

Unit-V : Balance of Payments (Periods : 14)

- **Foreign exchange rate** - meaning (Fixed and Flexible), merits and demerits: Determination through demand and supply.
- **Balance of payments account** - meaning and components

ECONOMICS, Class XII

Time : 3 hours

Max. Marks : 100

I. Weightage of marks to Forms of Questions

S.No.	Forms of Questions	Marks for each question	No. of question	Total Marks
1.	Very short answer type	1	10	10
2.	Short Answer type I	3	10	30
3.	Short answer type II	4	6	24
4.	Long Answer type I	6	6	36
5.	Total		32	100

II. The question paper will have two sections A and B with equal number of question i.e. 16 each.

III. **Scheme of Options** : There will be no overall choice. However, there is an internal choice in one question of 6 marks, one question of 4 marks and one question of 3 marks from each of the sections.. Thus there will be internal choice to six questions.

