



ཤེས་རིག་རྒྱན་ལག།  
 ལུ་ཏིག་ཐང་འབྲིང་རིམ་སློབ་གྲྭ་ཤོང་མ།



**MOTITHANG HIGHER SECONDARY SCHOOL  
 THIMPHU THROMDE**

“Every child is **inspired** to learn and **empowered** with **wisdom** to excel in life”

**MID-TERM EXAMINATION 2019**

**Class: IX  
 Economics.**

**Writing time: 2 .15Hours  
 Total marks: 80**

**Name:.....Roll.no.....Class.....Section .....**

Invigilator’s Initial

**READ THE FOLLOWING DIRECTIONS CAREFULLY.**

- Do not write for the first **fifteen minutes**. This time is to be spent reading the questions. After having read the questions, you will be given two hours to answer all questions.
- Attempt all questions from Section A, and any **FOUR** questions from Section B.
- The intended marks for questions or parts of questions are given in brackets [ ].
- Read the directions to each question carefully and write answers in the answer sheet provided to you.
- Do not leave the examination hall before you have made sure that you have answered all the question.

*For Markers' Use Only*

Section	A				B						Total
	1	2	3	4	5	6	7	8	9	10	
Question Number											
Award											
Teachers Initial											

**SECTION A: (40 MARKS)**

Answer **ALL** questions. Figure in the brackets [ ] indicate full marks

**QUESTION 1**

**[15 marks]**

**Directions:** Read the following questions carefully. For each question there are four responses A, B, C and D. Write the answers in answer sheet provided by school.

i. Identify the picture given below



**A** Karl Marx

**C** Adam Smith

**B** Alfred Marshall

**D** Milton Friedma

Ans:.....

ii. According to David Ricardo resources available in the natural environment is called

**A** free gifts of nature.

**C** free Good.

**B** natural resources.

**D** natural Good.

Ans:.....

iii. Which of the following best described the secondary sector

activities? **A** Activities performed by the use of natural resources.

**B** Activities performed by using sophisticated technology with complex methods of production.

**C** Activities performed to facilitate distribution and provision of different public and private sector.

**D** Activities performed to provide recreational advantage.

Ans:.....

iv. Following are the examples of socialistic economic system **EXECP**T

**A** China

**B** Japan

**C** Cuba

**D** Russia

Ans:.....

v. Exchange of goods and services takes place between India, Bhutan and Bangladesh is called

**A** Friendship between the country.

**C** National market.

**B** International market.

**D** Local market.

Ans:.....

- vi. Druk Green Power corporation is an **EXAMPLE** of
- A** Cost factor
  - B** Legal Monopoly
  - C** Power corporation of Bhutan
  - D** Power plant

Ans:.....

- vii. What is the full form of **IMF**?
- A** Internal Monetary Fund.
  - B** International Monetary Finance.
  - C** International Monetary Fund.
  - D** International Monetary Funding.

Ans:.....

- viii. What is the primary criterion used by the **UNDP** to measure countries economy?
- A** Per capita income
  - B** Disposable income
  - C** Personal income
  - D** Private income

Ans:.....

- ix. What is the relationship between price and quantity demanded?
- A** Positive relationship
  - B** Negative relationship
  - C** Equilibrium
  - D** Both positive and negative relationship

Ans:.....

- x. Identify the statement which supports the legal monopoly
- A** Restrict the new entry by charging the price below cost
  - B** Prevent a new entry into the market
  - C** It is offered by the government as an incentives to a single enterprises
  - D** It is to maintain its monopoly status

Ans:.....

- xi. A commodity used jointly or consumed together is called.....
- A** substitute good.
  - B** complementary goods.
  - C** luxury goods.
  - D** normal goods.

Ans:.....

- xii. Bhutan aims is to promote knowledge base activities that helps to transform the country into
- A** Gross National Happiness country.
  - B** Knowledge based society.
  - C** Top ten performer in the Asian country.
  - D** Agriculture based society.

Ans:.....

xiii. Man-made good used for further production is called

- A labour.
- B capital.
- C enterprises.
- D land.

Ans:.....

xiv. The work of communist and Das capital is appropriate to

- A Karl Marx
- B Adam Smith
- C Alfred Marshall
- D Milton Friedman

Ans:.....

xv. Final value of goods and services produced within the country is known as

- A Gross National Product.
- B Net National Product.
- C Gross Domestic Product.
- D Gross Domestic value

Ans:.....

**QUESTION 2**

a) What are the pillars of *GNH*? [2]

Ans:.....

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b) Explain any *THREE* types of natural resources. [3]

Ans:.....

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**QUESTION 3**

a) Differentiate between economic activity and non-economic activity with *ONE* example each. [2]

Ans:.....

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b) Write **THREE** short comings of socialistic economic system. [3]

Ans:.....  
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c) What is market? Explain **THREE** types of market based on geographical location. [3]

Ans:.....  
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d) How is individual demand schedule different from market demand schedule? [2]

Ans:.....  
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d) Why do you think that Bhutanese economy over the last few years has been dominated by secondary and tertiary sector? Support your answer with **THREE** valid reasons. [3]

Ans:.....  
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**SECTION B: (40 MARKS)**

Attempt any **FOUR** questions from this section. The intended marks are given in brackets

**QUESTION 5**

- a) Why demand curve slopes downwards from left to right. Give **THREE** reasons. [3]

Ans:.....  
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- b) Differentiate between closed economy and open economy. [2]

Ans:.....  
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- c) What is mixed economy system? Explain any **TWO** features of mixed economy system. [3]

Ans:  
Ans:.....  
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- d) Mention any **TWO** characteristics of scarcity definition. [2]

Ans:.....  
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**QUESTION 6**



a) Differentiate between classical economic and Marxism economic with **TWO** relevant points. [2]

**Ans:**

Ans:.....  
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b) What is perfect competition market? Explain any **TWO** features of perfect competition market.[3]

**Ans:**

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c) State the law of Supply. Explain any **TWO** factors affecting the Supply. [3]

**Ans:**

Ans:.....  
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d) Define resources. [2]

**Ans:**

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**QUESTION 7**

a) Why do the economic problems arise? How can we solve the economic problems? Support your answer with **TWO** reasons. [2]

Ans:.....  
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b ) Suggest any **THREE** factors that determines the localization of industry in border area. [3]

Ans:.....  
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c) Mention any **FOUR** sectors of an economy. [2]

Ans:.....  
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d) What are the difficulties faced by the barter system? Explain any **THREE** of them. [3]

Ans:.....  
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d) Why is abnormal or super normal profit under the monopoly market? [2]

Ans:.....  
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**QUESTION 9**

a) What is opportunity cost? Give *ONE* example. [2]

Ans:.....  
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b) Define factors of production. List down the *FOUR* factors. [2]

Ans:.....  
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c) Differentiate between developed and under developed economy [2]

Ans:.....  
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d) What is invisible hand?

[2]

Ans:

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e) Define the term liberalization.

[2]

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**QUESTION 10**

a) Explain the term demand.

[2]

Ans:

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b) Differentiate between traditional and modern economy.

[2]

Ans:

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c) How is a persuasive advertisement different from an informative advertisement? Give an example each. [3]

Ans:.....  
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d) Explain any **THREE** factors that affect the demand for goods and services. [3]

Ans:.....  
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