



Class: XI

Time Allowed: 25 minutes

Q1:

MODEL PAPER EXAMINATION 2025

SUBJECT: ECONOMICS

(SECTION "A")

Marks: 20

Note: Attempt ALL questions from Section 'A'. Each question carries ONE mark.

1. Saving is essential for _____.
 A. Income B. Price C. Capital formation D. Supply
2. Stock exchange is the market where we can buy _____.
 A. Shares B. Bonds C. Consumer books D. Foreign exchange
3. Equilibrium price is determined with the help of _____.
 A. Demand B. Supply C. Demand and Supply D. Cost of production
4. The difference between total revenue and total cost is called _____.
 A. Interest B. Price C. Gross Profit D. Loss
5. _____ factor organizes all the factors of production.
 A. Land B. Labour C. Entrepreneur D. Capital
6. Extension and contraction of demand are the results of change in _____.
 A. Consumer's income B. Consumer's taxes C. Price of commodity D. Goods Supply
7. In the short run, average cost curve is _____.
 A. L-shaped B. U-shaped C. Bowl-shaped D. Vertical
8. Theory of National Income is studied in _____.
 A. Micro Economics B. Macro Economics C. Monetary Economics D. Development Economics
9. Payment of the use of land is called _____.
 A. Rent B. Revenue C. Interest D. Fee
10. Homogenous goods are sold under _____.
 A. Oligopoly B. Perfect competition C. Monopolistic competition D. Monopoly
11. The Law of Diminishing Marginal Returns applies especially to _____.
 A. Mining B. Agriculture C. Industry D. Personal business
12. Price elasticity of demand for normal goods is always _____.
 A. More than unitary B. Equal to unitary C. Less than unitary D. Perfectly elastic
13. Essential condition of monopoly is _____.
 A. Homogenous product B. No close substitute C. Many substitutes D. No demand
14. _____ is one of the causes of low standard of living in Pakistan.
 A. Optimum population B. Over population C. Under population D. No population
15. Market is a place where _____.
 A. Goods are stored B. Goods are consumed C. Buyers and sellers interact D. Goods are produced
16. In Pakistan, surgical instruments are mainly manufactured in _____.
 A. Chinot B. Gujrat C. Wazirabad D. Sialkot
17. Total utility is maximum when marginal utility is _____.
 A. Positive B. Negative C. Positive and Negative D. Zero
18. Data collected by the researchers themselves is termed as _____ data.
 A. National B. Global C. Primary D. Secondary
19. The total number of factors of production is _____.
 A. Two B. Three C. Four D. Five
20. Payment for labour services is called _____.
 A. Bonus B. Fees C. Incentive D. Wage

END OF SECTION A



Class: XI

MODEL PAPER EXAMINATION 2025

Time: 2 hours 35 minutes

SUBJECT: ECONOMICS (SECTION “B” AND SECTION “C”)
SECTION “B” (SHORT ANSWER QUESTIONS)**Total Marks 80**
40 Marks**Note:** Attempt any **EIGHT** questions from Section ‘B’. Each question carries **FIVE** marks.

- Q.2 Identify the key concepts in economics that impact daily life.
- Q.3 Analyze the implications of Marshall’s “material welfare” concept versus Robbins’ “scarcity concept”.
- Q.4 Analyze the differences between perishable and durable goods with relevant examples.
- Q.5 How do macroeconomic policies play their role in stabilizing a country’s economy?
- Q.6 Analyze the impact of consumer income on the elasticity of demand for luxury goods.
- Q.7 Analyze the role of human capital in increasing productivity.
- Q.8 How does the law of diminishing returns affect marginal and average products?
- Q.9 Identify the key factors that contribute to implicit and explicit costs in Pakistan’s manufacturing sector.
- Q.10 Analyze the significance of non-economic goods in satisfying human needs.
- Q.11 How do piece wages and time wages impact employee motivation and productivity?
- Q.12 Evaluate the impact of market structure on normal and abnormal profits.
- Q.13 How does price elasticity of demand affect the equilibrium point?

SECTION “C” (DETAILED ANSWER QUESTIONS)**40 Marks****Note:** Attempt any **TWO** questions from Section ‘C’. Each question carries **TWENTY** marks.

- Q.14 (a) Why is perfect competition considered an ideal market structure?
- Q.14 (b) How do small-scale productions have lower fixed costs compared to large-scale productions?
- Q.15 (a) Evaluate the criticism on The Ricardian Theory of Rent.
- Q.15 (b) How do different types of interest rates impact borrowing and lending decisions?
- Q.16 (a) What role do cottage industries play in preserving traditional crafts and cultural heritage in Pakistan?
- Q.16 (b) Why is it essential to ensure data reliability and validity in research studies?

END OF PAPER