

Important Questions for Class 12 Economics

Macroeconomics

Chapter 1: National Income and Related Aggregates

- Define GDP, GNP, and NNP.
- Explain the difference between nominal GDP and real GDP.
- What are the methods of measuring national income?

Chapter 2: Money and Banking

- Define money and explain its functions.
- What is the role of the Reserve Bank of India in controlling credit?
- Differentiate between CRR and SLR.

Chapter 3: Determination of Income and Employment

- Explain the concept of aggregate demand and aggregate supply.
- What is the multiplier? Derive the formula.
- Discuss the relationship between savings and investment.

Chapter 4: Government Budget and the Economy

- What are the components of a government budget?
- Differentiate between revenue deficit, fiscal deficit, and primary deficit.
- Explain the concept of public goods with examples.

Chapter 5: Balance of Payments

- What is the difference between balance of trade and balance of payments?
- Define current account and capital account.
- What are the causes of disequilibrium in the balance of payments?

Chapter 6: Indian Economic Development (if included)

- What were the objectives of India's Five-Year Plans?
- Discuss the role of agriculture in Indian economic development.
- What are the causes and effects of unemployment in India?