

Started on Thursday, 7 January 2021, 10:30 AM

State Finished

Completed on Thursday, 7 January 2021, 11:30 AM

Time taken 1 hour

Grade 26.60 out of 40.00 (67%)

Question 1

Complete

Not graded

I **pledge** on my **honor** that I have not given or received any unauthorized assistance on this assignment/examination.

Select one:

- a. I take the pledge
- b. I do not take this pledge

Your answer is correct.

The correct answer is: I take the pledge

Question 2

Partially correct

Mark 1.00 out of 2.00

A monopolist faces the following demand curve, marginal revenue curve, total cost curve and marginal cost curve for its product

$$Q = 200 - 2P$$

$$MR = 100 - Q$$

$$TC = 7Q$$

Based on the above information, answer the following questions

What is the level of output that maximises total revenue? Round off your answer upto two decimal points.

93.00 ✘

One possible correct answer is: 100

What is the maximum profit that the monopolist earns? Round off your answer upto two decimal points

4324.5 ✔

One possible correct answer is: 4324.5

Your answer is partially correct.

You have correctly answered 1 part(s) of this question.

Question 3

Incorrect

Mark 0.00 out of
1.00

From one year to the next, inflation rises from 4 to 5 percent, while unemployment rises from 6 to 7 percent. Which of the following events could be responsible for this change?

Select one:

- a. Newly discovered oil reserves cause world oil prices to plummet ❌
- b. the government cuts spending and raises taxes to reduce the budget deficit
- c. the appointment of a new RBI governor has increased expected inflation
- d. The central bank has increased the repo rate

Your answer is incorrect.

The correct answer is: the appointment of a new RBI governor has increased expected inflation

Question 4

Correct

Mark 1.00 out of
1.00

The population of Ectenia is 100 people: 40 work full time, 20 work half time but would prefer to work full time, 10 are looking for a job, 10 would like to work but are so discouraged they have given up looking, 10 are not interested in working because they are full time students and 10 are retired. What is the number of unemployed?

Select one or more:

- a. 40
- b. 20
- c. 30
- d. 10 ✓

Your answer is correct.

The correct answer is: 10

Question 5

Correct

Mark 1.00 out of
1.00

In political speeches, it is often hinted that India was stagnating for the first sixty years of Independence. (E.g., this speech). Using the following table (Table 1.2 of Uncertain Glory) say if this is True or false



Select one:

- True
- False ✓

The table was not loading, so marks for this question will be awarded irrespective of your answer.

The correct answer is 'False'.

Question 6

Incorrect

Mark 0.00 out of
1.00

According to a study of NREGA assets in Maharashtra, no useful asset had been created. True or false?

Select one:

- True ✗
- False

The correct answer is 'False'.

Question 7

Incorrect

Mark 0.00 out of
1.00

The monopolist has no supply curve because

Select one:

- a. the quantity supplied at any particular price depends on the monopolist's demand curve
- b. although there is only a single seller at the current price, it is impossible to know how many sellers would be in the market at higher prices
- c. the monopolist's marginal cost curve changes considerably over time ✗
- d. the relationship between price and quantity depends on both marginal cost and average cost

Your answer is incorrect.

The correct answer is: the quantity supplied at any particular price depends on the monopolist's demand curve

Question 8

Correct

Mark 1.00 out of
1.00

An Indian farmer produces wheat without incurring cost of inputs and sells it for Rs. 1,000 to a miller who grinds the wheat into flour and sells for it Rs 1,300 to a baker. The baker sells bread to consumers for Rs. 1,800. Total value added is Rs.

Select one or more:

- a. 1000
- b. 1800 ✓
- c. 4100
- d. 3100

Your answer is correct.

The correct answer is: 1800

Question 9

Correct

Mark 1.00 out of 1.00

Which of the following methods is not used for calculating national income?

Select one or more:

- a. The production approach
- b. The opportunity cost method ✓
- c. The income method
- d. The expenditure method

Your answer is correct.

The correct answer is: The opportunity cost method

Question 10

Incorrect

Mark 0.00 out of 1.00

For a negative externality, the

Select one:

- a. social costs of an action are less than private costs
- b. private costs of an action are less than social costs
- c. private benefits of an action are more than social benefits
- d. social benefits of an action are more than private benefits ✗

Your answer is incorrect.

The correct answer is: private costs of an action are less than social costs

Question 11

Correct

Mark 1.00 out of 1.00

A bank wants a 13% real return on a loan that will be paid back in a year. The bank expects inflation to be 5% during that year. What nominal interest rate should the bank charge?

Select one or more:

- a. 11%
- b. 18% ✓
- c. 2.5%
- d. 8%

Your answer is correct.

The correct answer is: 18%

Question 12

Correct

Mark 1.00 out of 1.00

As far as PDS leakages and reforms are concerned, _____ is considered a role model

Select one or more:

- a. Haryana
- b. Chattisgarh ✓
- c. Gujarat
- d. West Bengal
- e. Jharkhand

Your answer is correct.

The correct answer is: Chattisgarh

Question 13

Correct

Mark 1.00 out of 1.00

The population of Ectenia is 100 people: 40 work full time, 20 work half time but would prefer to work full time, 10 are looking for a job, 10 would like to work but are so discouraged they have given up looking, 10 are not interested in working because they are full time students and 10 are retired. What is the size of Ectenia's Labour force?

Select one or more:

- a. 60
- b. 80
- c. 50
- d. 70 ✓

Your answer is correct.

The correct answer is: 70

Question 14

Correct

Mark 1.00 out of 1.00

A growing country is whose

Select one:

- a. GNP is rising at current prices
- b. GNP is constant at constant prices
- c. None of the options are correct
- d. GNP is rising at constant prices ✓

Your answer is correct.

The correct answer is: GNP is rising at constant prices

Question 15

Correct

Mark 1.00 out of
1.00

In which of the following situations would the market fail to deliver a socially efficient outcome?

I: when the seller of a product has more information about its quality than the buyer

II: when the good is non-excludable as well as non-rival in consumption

III: when a firm's average cost curve is declining continually

Select one:

- a. I and II
- b. II and III
- c. II
- d. I and III
- e. I, II and III ✓

Your answer is correct.

The correct answer is: I, II and III

Question 16

Correct

Mark 1.00 out of
1.00

Which of the following statements is incorrect?

Select one or more:

- a. According to classical macroeconomic theory, the aggregate supply curve is vertical in the long run
- b. According to Keynesian macroeconomic theory, the aggregate supply curve is upward sloping in the short run
- c. According to classical macroeconomic theory, changes in the money supply affect real GDP but not nominal GDP ✓
- d. According to Keynesian macroeconomic theory, changes in aggregate demand do not affect real GDP in the short run ✓

Your answer is correct.

The correct answers are: According to classical macroeconomic theory, changes in the money supply affect real GDP but not nominal GDP, According to Keynesian macroeconomic theory, changes in aggregate demand do not affect real GDP in the short run

Question 17

Incorrect

Mark 0.00 out of
1.00

What is an example of a firm using signals from consumers to gauge their willingness to pay and thus price discriminate?

Select one or more:

- a. Firms setting price equal to marginal cost
- b. Firms offering a discount for senior citizens or students
- c. Firms choosing to offer redeemable discount coupons in magazines ✓
- d. Firms choosing to advertise in particular magazines

Your answer is incorrect.

The correct answers are: Firms offering a discount for senior citizens or students, Firms choosing to offer redeemable discount coupons in magazines

Question 18

Correct

Mark 1.00 out of
1.00

There is a skating ring in your city that is open to anybody to use at any time. They even provide skates for people who don't own any. This is an example of a good that is

Select one or more:

- a. nonrivalrous and excludable
- b. nonrivalrous and nonexcludable
- c. rivalrous and nonexcludable ✓
- d. rivalrous and excludable

Your answer is correct.

The correct answer is: rivalrous and nonexcludable

Question 19

Incorrect

Mark 0.00 out of
1.00

What are the three steps at which Aadhaar leads to exclusion from welfare programmes.

Select one or more:

- a. cross-linking payment accounts, subsidy authentication and direct benefit transfer
- b. digital access, duplication and final delivery ✗
- c. Financial inclusion, demographic details and portability
- d. Enrolment, Linking and biometric authentication

Your answer is incorrect.

The correct answer is: Enrolment, Linking and biometric authentication

Question 20

Incorrect

Mark 0.00 out of
1.00

The consumption of fossil fuels produces externalities by polluting the environment. Therefore, an organization like OPEC that tries to promote collusion among oil producers could improve total social surplus. True or False?

Select one:

- True
- False ✘

The correct answer is 'True'.

Question 21

Correct

Mark 1.00 out of
1.00

Which of following is not a part of national income ?

Select one:

- a. Operating Surplus
- b. Mixed Income
- c. Net factor income from abroad
- d. Depreciation ✔

Your answer is correct.

The correct answer is: Depreciation

Question 22

Incorrect

Mark 0.00 out of
1.00

Biometric authentication can resolve the problem of quantity fraud

Select one:

- True ✘
- False

The correct answer is 'False'.

Question 23

Correct

Mark 2.00 out of
2.00Demand: $P = 100 - 2Q = MB$ Supply: $P = 10 + 0.5Q = MPC$ $MC_E = 0.5Q$ (Marginal External cost).

Based on the above information, answer the following questions.

What is the socially optimum level of output? Please round off your answers upto two decimal points

 ✓

One possible correct answer is: 30

What is he market level of output?Please round off your answers upto two decimal points

 ✓

One possible correct answer is: 36

Your answer is correct.

Question 24

Correct

Mark 2.00 out of
2.00

In the year 2019 Priya earned INR 24000 p.m., in 2020 she earns 28000 p.m. From 2019 to 2020, prices have increased by 12%.

What is Priya's real income in 2020? Round off your answer upto two decimal points

 ✓

One possible correct answer is: 25000

What is the GDP deflator for 2020?

 ✓

One possible correct answer is: 112

Your answer is correct.

Question 25

Partially correct

Mark 1.60 out of 2.00

Match the following:

NREGA	Developing rural economy	✓
ICDS	Child Development	✓
Social security pensions	Old age support	✓
MDM	Child Development	✗
PDS	Food Security	✓

Your answer is partially correct.

MDM - caste and social equity
ICDS - child development.

Clearly stated in the refs for the course.

You have correctly selected 4.

The correct answer is: NREGA → Developing rural economy, ICDS → Child Development, Social security pensions → Old age support, MDM → breaking caste barrier and promoting social equity, PDS → Food Security

Question 26

Incorrect

Mark 0.00 out of 2.00

Which of the statements is incorrect?

Select one:

- a. If the bond sells at a discount, then coupon rate must be higher than market rate
- b. All the statements are incorrect
- c. If par value of the bond is less than market price, then market rate must be lower than coupon rate ✗
- d. If the bond sells at a premium, then coupon rate must be lower than market rate

Your answer is incorrect.

The correct answer is: All the statements are incorrect

Question 27

Correct

Mark 2.00 out of
2.00

If the RBI increases the rate of the money growth and maintains it at the newer higher rate, eventually expected inflation will _____ and the short run Philips curve will shift _____

Select one:

- a. decrease, downward
- b. increase, upward ✓
- c. increase, downward
- d. decrease, upward

Your answer is correct.

The correct answer is: increase, upward

Question 28

Correct

Mark 2.00 out of
2.00

In 1980, Mr. X earned \$18,000; in 1990, he earned \$24,000; and in 2000, he earned \$36,000. If the CPI was 40 in 1980, 60 in 1990, and 100 in 2000, then in real terms, Mr.X's salary was highest in

Select one:

- a. 1980 and lowest in 2000 ✓
- b. 1990 and lowest in 1980
- c. 2000 and lowest in 1990
- d. 2000 and lowest in 1980

Your answer is correct.

The correct answer is: 1980 and lowest in 2000

Question 29

Correct

Mark 2.00 out of 2.00

The table below applies to an economy with only two goods — burgers and sandwiches. The fixed basket consists of 4 burgers and 8 sandwiches.

Year	Price of burgers	Price of Sandwich
2000	\$5.00	3
2001	\$5.50	3.30
2002	\$5.61	3.63

If 2000 is the base year then the economy's inflation rate is:

Select one:

- a. 8.22 percent in 2001 and 5 percent in 2002
- b. 10 percent in 2001 and 17 percent in 2002
- c. 9.2 percent in 2001 and 6 percent in 2002.
- d. 10 percent in 2001 and 6.36 percent in 2002. ✓

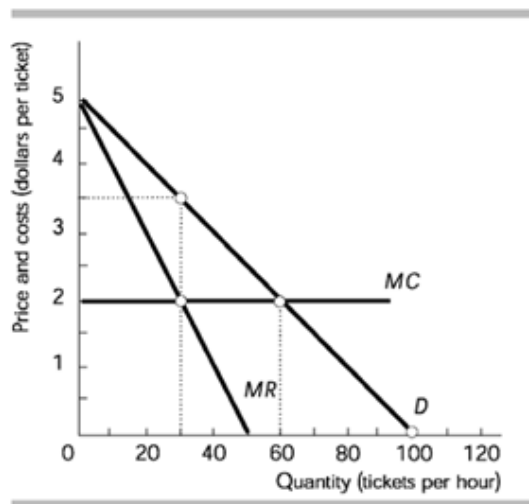
Your answer is correct.

The correct answer is: 10 percent in 2001 and 6.36 percent in 2002.

Question 30

Correct

Mark 1.00 out of 1.00



If the monopoly in the figure above engages in perfect price discrimination, then total revenue collected by the firm would be

Select one or more:

- a. \$310
- b. \$210 ✓
- c. \$120
- d. \$110

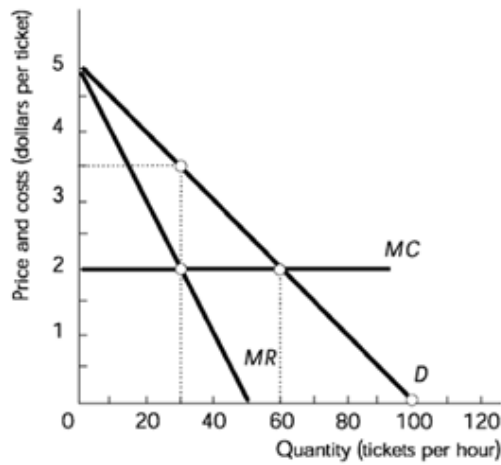
Your answer is correct.

The correct answer is: \$210

Question 31

Correct

Mark 1.00 out of 1.00



If the monopoly in the figure above engages in perfect price discrimination, then the lowest ticket price would be

Select one or more:

- a. \$1.00
- b. \$3.00
- c. \$2.00 ✓
- d. \$3.50

Your answer is correct.

The correct answer is: \$2.00

Question 32

Incorrect

Mark 0.00 out of 2.00

Select which options will be included in the domestic income of India

Select one or more:

- a. Remittances that Indian nationals living abroad send to their relatives living in India
- b. An investor makes a profit of INR 200 by selling shares on the share market
- c. A freelancer in India working for a foreign IT firm
- d. Profit of OLX- a digital Indian platform that helps individuals sell second hand goods ✓
- e. Rent free house provided to the company by the employer ✓

Your answer is incorrect.

The correct answers are: Profit of OLX- a digital Indian platform that helps individuals sell second hand goods , Rent free house provided to the company by the employer, A freelancer in India working for a foreign IT firm

◀ Minor 1

Jump to... ▼

Assignment ▶