



# INDIAN SCHOOL DARSAIT DEPARTMENT OF COMMERCE



Subject : Economics	Topic : Introduction & Production Possibilities Curve	Date of Worksheet : _____
Resource Person:EktaGautam		Date : _____
Name of the Student : _____	Class & Division : _____	Roll Number : _____

S.No.		Marks
1.	Assuming that no resource is equally efficient in production of all goods, name the curve which shows production potential of the economy.	1
2.	What does a rightward shift of production possibility curve indicate?	1
3.	Large numbers of technical training institutions have been started by the government. State its economic value in the context of production possibilities frontier.	1
4.	The government has started promoting foreign capital. What is its economic value in the context of production possibilities frontier?	1
5.	When is PPC a straight line?	1
6.	Why is a production possibilities curve downward sloping?	3
7.	Why is a typical production possibility curve concave? Explain	3
8.	Why do problems related to allocation of resources in an economy arise? Explain.	3
9.	Production in an economy is below its potential due to unemployment. Government starts employment generation schemes. Explain its effect using production possibility curve.	3
10.	What is Marginal Rate of Transformation? Explain with the help of an example.	3
11.	Distinguish between positive economics and normative economics.	3
12.	Using a diagram, explain what will happen to the PPC of Bihar if the river Kosi causes widespread floods?	3
13.	Economic slowdown in some parts of the world has adversely affected demand for Indian exports. What will be its effect on the production possibilities frontier of India? Explain.	3
14.	Explain the meaning of opportunity cost with the help of production possibility schedule.	3

15. What is likely to be the impact of 'Make in India' appeal to the foreign investors by the Prime Minister of India, on the production possibilities frontier of India? Explain. 3

16. Giving reason comment on the shape of Production Possibilities curve based on the following schedule: 3

<b>GOOD X (units)</b>	<b>GOOD Y (units)</b>
0	10
1	9
2	7
3	4
4	0

18. Draw a PPC showing the following situations: 3

- (i) Full employment of resources
- (ii) Underemployment of resources
- (iii) Growth of resources