

## Question and answer of XII CBT June, 2024 Economics

1, Which of the following statements is true about the licensing policy followed by the Indian Economy in the 1950-1990 era?

Ans. C. It helped to promote regional equality in the industry as well as to check the undue expansion of the industrial sector

Reason \_ because the licensing policy followed by the Indian Economy in the 1950-1990 era helped to promote regional equality in the industry as well as to check the undue expansion of the industrial sector

2. Which of the following statements accurately reflects the trade policy followed by the Indian Government during the 1950-1990 era?

Ans. Answer D is correct. The Government made use of quotas to protect the goods produced in India from the imports

The Government made use of tariffs to protect the goods produced in India from the imports

The Government made use of export promotion to protect the goods produced in India from the imports

3. Which of the crops benefited the most as a result of the green revolution?

Ans. C is correct answer because Crops like wheat and rice were developed to be high-yielding and disease-resistant, resulting in a significant increase in production. This led to a reduction in food shortages and a decrease in prices.

4. Assertion (A): India has become a best destination for global outsourcing in the post reform period.

Reason(R): Favorable Government policies such as various efforts like tax holidays, tax concessions, availability of cheap labour etc. Help MNCs

Ans. A is correct answer. because Both Assertion (A) and Reason (R) are true and Reason (R) is the correct explanation of Assertion (A)

5. Which of the following is the main differentiation between the small scale units and large scale units?

Ans. A is correct answer. Size of production: Small scale industries have a smaller production capacity compared to large scale industries. Capital requirement: Small scale industries require less capital to start and operate compared to large scale industries.

6. What was the main reason behind the private sector not coming forward to start the capital goods industries?

Ans. C. The private sector suffered from a lack of capital as well as a lack of demand for their finished goods

Reason- C is correct answer. One of the biggest hurdles in industrial development was the lack of capital. Private industrialists did not have enough capital to build a new industry. And even if they did, the risk involved was too high. So in 1948, it was decided that state would play the primary role in promoting the industrial sector.

7. Which of the following is a good indicator of the economic growth of a country?

Ans. A is correct answer because GDP is important because it gives information about the size of the economy and how an economy is performing. The growth rate of real GDP is often used as an indicator of the general health of the economy.

8. Which of the following statements was the main aim of land reforms undertaken in the Indian Economy in the 1950-1990?

D is correct answer. To solve problems related to the distribution of land

To solve problems related to the ownership of land

To solve problems related to the exploitation of farmers

9. ASSERTION (A): Growth and social justice is the central objective of Indian planning.

REASONING (R): India opted for planning to utilize available resources efficiently and to establish social justice.

Ans. B is correct answer. Because Both Assertion (A) and Reason (R) are true and Reason (R) is not the correct explanation of Assertion (A)

Ans. C is correct. because The main aim of the planning commission is to ensure the conservation of resources in the country