



ECONOMICS
CH: 3 PRODUCER BEHAVIOUR AND SUPPLY

Name: _____

Date: _____

Class: XI Sec: B

I. Very short answer questions (Answer in one sentence/ one word)

1. Labour is an example of: (a) fixed factor (b) variable factor (c) none of these
2. Production is a process of (a) consumption (b) income generation (c) value addition
3. Physical product refers to production as measured in terms of _____.
4. When total product is increasing at an increasing rate marginal product _____.
5. Diminishing MP implies (a) TP is increasing rate (b) TP is increasing at diminishing rate (c) TP is increasing (d) TP stops increasing
6. When total product begins to fall at its marginal product turns (a) positive (b) negative (c) zero.
7. What is the general shape of MP curve?
8. When is the total output maximum?
9. Short run production function leads to _____.
10. What is Cobb-Douglas production function?

II. Short Answer Questions

11. What is the basic difference between short run production function and long run production function
12. Explain the relationship between the marginal product and total product of an input
13. Distinguish between returns to scale and returns to factor

III. Long Answer Questions

1. What are the different phases in the law of variable proportion in terms of total product? Give reasons behind each phase. Use diagram.
2. Explain the relationship between AP and MP with help of a diagram