

Economics - ICom Part 2 Principles of Economics Chapter 13 Short Questions Preparation

Q1. What is capitalism.

Ans 1: This is a free enterprise system. Government's responsibility is only to defend the country and maintain law and order within the country. Under this system the factors of production are the property of individuals.

Q2. Write salient features of socialism.

Ans 1: 1- State ownership of resources 2- Control of planning board on economic

Ans 2: 3- Fair distribution of income 4- Classless society 5- Economic stability

Ans 3: 6- Community welfare 7- Provision of equal opportunities.

Q3. Which economics system did prevail in the world up till now.

Ans 1: The following four types of economic system remained prevailing in the world.

Q4. Which is the most popular economic system of the world.

Ans 1: Capitalism

Q5. Who and when did write the book 'Das Capital'.

Ans 1: A German thinker Karl Marx wrote the book "Das Capital" in 1867

Q6. Write salient features of Capitalism.

Ans 1: 1- Right of private ownership 2- Freedom of business

Ans 2: 3- Freedom of choice 4- Sovereignty of consumers

Ans 3: 5- Effective role of price system 6- Presence of competition and unity

Ans 4: 7- Profit is the motive of economic activities.

Ans 5: 8- Unequal distribution of wealth 9- Unstable economy

Q7. State definition of economics system in the words of William Loucks.

Ans 1: "Economic system consists of those institution which gives persons or group of nations have chosen or accepted as the mean through which its resorces are utilized for the satisfaction of humna wants."

Q8. Define good ness.

Ans 1: Good ness means dealing with kindness, bounty etc and give others more than their rights and take less for himself

Q9. What is meant by economic system.

Ans 1: An organisaton consisting of systematic domestic economic institutions is called econimc system.

Q10. What is mixed Economy.

Ans 1: it is an economic system which consists of characteristics of both capitatlism and socialism. In other word, in this system same institutions are owned by the governemnt and the people also have freedm to keep private ownershipa and any business within the legal bounds of the country.
