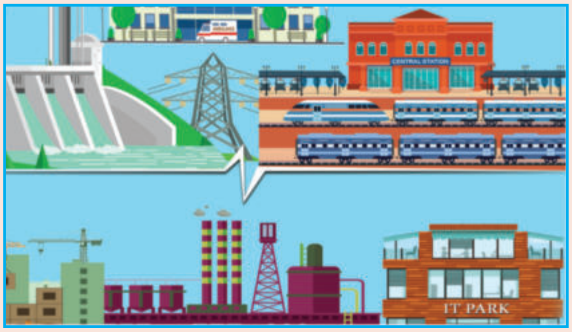
ECONOMICS

Unit 2 Public and Private Sectors

LEARNING OBJECTIVES

- To know the history of public sector
- To know the various indicators of Socio-Economic Development
- To understand the importance of public sector
- Appreciate the difference between public and private sectors
- Understand the functions of private sectors



Evaluation

I. Choose the correct answer:

1. The public sector in India owes its origin in the ________ Industrial policy resolution of the Government of India.

a) 1957 b) 1958 c) 1966 d) 1956

[Ans : d) 1956]

2. Mixed economy is the mixture of merits of both ________.

a) Capitalism b) Socialism

c) a & b are correct d) A & B are incorrect

[Ans : c) a & b are correct]

3. ________ is governed by a company law and controlled by the Government as principal major share holders.

a) Private Sector b) Joint Sector c) Public Sector d) None of these

[Ans : b) Joint Sector]

4. Steel Authority of India Ltd (SAIL) is a ________ Industry.

a) Miniratna Industry b) Maharatna Industry

c) Navaratna Industry d) None of these

[Ans : b) Maharatna Industry]

6. Write the functions of private sector.

Ans. Functions of Private Sector are given below.

(i) The main function of private sector is to create innovation and modernization.
(ii) Develop and maintain infrastructure and services.
(iii) Promote and expand existing businesses.
(iv) Promote human capital development, to help vulnerable groups.
(v) Promote small, micro and medium enterprises (SMME) through supply side measures and demand side measures and attract investment in the city.
(vi) The Government has fixed a specific role to the private sector in the field of industries, trade and services sector.

VIII. Activity

Life expectancy - ability to lead a long and health life.

S. No.	Name of The Person	Nature of work done	Agriculture / Industry / Service
1.			
2.			
3.			
4.			
5.			
6.			
7.			
8.			
9.			
10.			

Explain your reasons for the classification.

Ans. Activity to be done by the students themselves

IX. Life Skills:

1. Teacher and students are discuss about the Socio - Economic Development and industrial growth and development in that locality.

Ans. Activity to be done by the students themselves

Additional Questions

I. Choose the correct answer:

1. The public sector enables the full growth in _______.

(a) Politics (b) Education
(c) An Economy (d) None of the above

[Ans : (c) An Economy]

UNIT TEST

Time : 1 hr. **Marks :25**

I. Choose the correct answer : (4 × 1 = 4)

1. **Mixed economy is the mixture of merits of both________.**
   a) Capitalism b) Socialism
   c) a & b are correct d) A& B are incorrect
2. **Public sector is on ________ motive.**
   a) Profit Motive b) Service Motive
   c) Speculative Motive d) None of these
3. **Indian Synthetic Rubber Ltd comes under _______.**
   (a) Joint sector (b) Private sector (c) Public sector (d) Public Corporation
4. **National Health Production Scheme serves _______.**
   (a) poor (b) vulnerable families.
   (c) both (a) and (b) (d) none of the above

II. Fill in the blanks : (4 × 1 = 4)

1. The private sector is on ________ motive.
2. __________ is the process of social and economic development in a society.
3. In 1947, India was primarily an _______country.
4. The first Industrial Policy resolution was announced in _______.

III. Match the following : (4 × 1 = 4)

1.	BHEL	–	a) Secondary Sector
2.	GDP	–	b) NITI Aayog
3.	Think Tank	–	c) Gross Domestic Product
4.	Industries	–	d) Navarathna Industry

IV. Which in the Odd one : (2 × 1 = 2)

1. **Which one of the following is not the indicator of the Socio Economic Development.**
   a) Black Money b) Life Expectancy
   c) Gross Domestic Product (GDP) d) Employment
2. (a) SAIL (b) BHEL (c) GAIL (d) EIL