

# ECONOMICS

2018

Time: 2 Hours 40 Minutes

Max. Marks: 60

## SECTION 'B' (SHORT-ANSWER QUESTIONS) (40)

### MICRO ECONOMICS (20)

2. Attempt any Five of the following part questions.

- (i) State the four main points of Marshall's definition of Economics.
- (ii) State the law of Equi-Marginal utility.
- (iii) State the law of returns and Law of Costs.
- (iv) Explain expansion & contraction in quality demanded
- (v) Describe the practical advantages of the study of Economics.
- (vi) State the Law of Diminishing Marginal Returns.
- (vii) Distinction between Fixed cost and Variable cost.

### MACRO ECONOMICS (20)

3. Write any Five of the following part questions.

- (i) How is the national income of country measured under the total production method?
- (ii) Enlist the characteristics of good money.
- (iii) Distinguish between Private finance and Public finance.
- (iv) Examine the effect of rising price on:
  - ♦ Customers
  - ♦ Fixed income group
  - ♦ Businessman
  - ♦ Debtors and creditor
- (v) Differentiate between Personal Income and Personal Disposable Income.
- (vi) What is meant by Business Cycle? Name its Phases and explain any one.
- (vii) Define Budget and write the type of Budget.

## SECTION 'C' (DETAILED-ANSWER QUESTIONS)(20)

### MICRO ECONOMICS (10)

4. Attempt any One of the following parts.

- (i) State the definition of Economics as stated by Prof. Marshall and Prof. Robbin and compare which of the two is better and why.
- (ii) State the law of Demand and explain it with the help of schedule and diagram. Also write its assumptions.

### MACRO ECONOMICS (10)

5. Attempt any One of the following parts.

- (i) Define National Income and explain its various concepts.
- (ii) Define the term Money. Explain the functions of money.