

ECONOMICS - I MODEL PAPER

SECTION - A

- I. Answer any THREE of the following in 40 lines each 3 x 10 = 30
1. Explain the law of diminishing marginal utility, its limitations and importance?
 2. Explain the law of variable proportions.
 3. Explain the meaning of perfect competition. Illustrate Mechanism of Price determination under perfect competition?
 4. Explain the various methods of calculating the National Income?
 5. Explain the Keynesian theory of employment

SECTION - B

- II. Answer any EIGHT of the following in 20 lines each 8 x 5 = 40
6. What is Utility? What are its types ?
 7. What is Micro Economics? What is its scope?
 8. Explain the concept of Indifference Curve. Discuss its properties.
 9. Illustrate the reasons for negative sloping demand curve.
 10. Point out the importance of Price Elasticity of Demand.
 11. What are the factors that determine National Income?
 12. What are the determining factors of real wages?
 13. What are the sources of Public Revenue?
 14. Point out the redemption methods of Public Debt.
 15. Explain the functions of Money.

16. State the types and effects of Inflation.
17. What is Lorenz Curve? Comment on its utility in Economic analysis.

SECTION - C

III. Answer any FIFTEEN of the following in 5 lines each

15 x 2 = 30

18. Inductive Method
19. Capital Goods
20. Cardinal and Ordinal Utility
21. Demand Function
22. Income Elasticity of Demand
23. Production Function
24. Monopolistic Competition
25. Selling Costs
26. Quasi Rent
27. Net Interest / Net Profit
28. GNP
29. Deficit Budget
30. Say's Law of Markets
31. Near Money
32. Net Banking
33. Savings Deposits
34. Clearance House
35. Pie Diagram
36. Median
37. Importance of Statistics