FYUG Even Semester Exam., 2024

ECONOMICS

(2nd Semester)

Course No. : ECODSM–151T

(Elementary Economics)

Full Marks : 70

Pass Marks : 28

Time : 3 hours

*The figures in the margin indicate full marks
for the questions*

SECTION—A

Answer any *ten* questions :   2×10=20

1. Distinguish between microeconomics and macroeconomics.

2. What is meant by an economic problem? What are its causes?

3. Distinguish between positive economics and normative economics.

4. What are Cardinal utility and Ordinal utility?

(2)

5. What is consumer surplus? Give an example.

6. What is price-consumption curve?

7. Why does MC curve cut AC curve at its minimum point?

8. Distinguish between returns to scale and returns to a factor.

9. What is iso-quant? Write one property of IQ curve. $1+1=2$

10. Define macroeconomics. Write the names of any two macroeconomic variables.

11. Define stock and flow concept in macroeconomics with suitable example.

12. Define the concept of macro statics and macro dynamics.

13. Distinguish between nominal income and real income.

14. What is national income deflator?

15. Distinguish between personal income and private income.

(3)

SECTION—B

Answer any *five* questions : $10 \times 5 = 50$

16. Discuss the nature and scope of microeconomics. Write the limitations of microeconomics. $8+2=10$

17. Explain production possibility curve with the help of diagram. Write any two factors that lead to rightward shift of production possibility curve. $8+2=10$

18. Define consumer's equilibrium. Explain how a consumer attains equilibrium with the help of indifference curves. $2+8=10$

19. Explain, with suitable diagram, the shift in the budget line as a result of (a) change in the income of the consumer, and (b) change in the price of one commodity under consideration. $5+5=10$

20. Critically explain the law of variable proportion with the help of a table and diagram.

21. Explain how a producer reaches equilibrium with the help of iso-quant and iso-cost lines.

22. Discuss the nature and scope of macroeconomics. Why do we need a separate study of macroeconomics? (4+4)+2=10

23. Explain the circular flow of income in a two-sector economy with the help of a diagram. What are the leakages from the circular flow of income? 8+2=10

24. (a) Define the following : 2×3=6

    (i) Gross Domestic Product (GDP)

    (ii) Gross National Product (GNP)

    (iii) Net Factor Income from Abroad (NFIA)

  (b) Calculate NNP_{MP} from the following : 4

    (i) Domestic income = ₹ 3500

    (ii) Excise duties = ₹ 200

    (iii) Consumption of fixed capital = ₹ 400

    (iv) Subsidies = ₹ 100

    (v) NFIA = (−100)

25. Explain the estimating of national income by income method. Point out any four precautions required in estimating national income by this method. 6+4=10

★ ★ ★