



LOYOLA COLLEGE (AUTONOMOUS), CHENNAI – 600 034

B.A. DEGREE EXAMINATION – HISTORY

FOURTH SEMESTER – JUNE 2015

EC 4206 - BASIC ECONOMICS

Date : 03/07/2015
Time : 10:00-01:00

Dept. No.

Max. : 100 Marks

PART – A

Answer any five in 75 words each

(5 x 4 = 20)

1. State the conditions for a firm to be in equilibrium.
2. Write a short note on AR and MR
3. Point out the formula of GNP at factor cost.
4. List out the difficulties to compute national income
5. What is meant by money?
6. State the primary functions of commercial Banks
7. Write a brief note on Public finance.

PART- B

Answer any four in about 250 words each

(4 x 10=40)

8. State and explain the factors determining demand
9. Explain the various methods to compute National Income.
10. Highlight the characteristics of perfect competition.
11. Briefly enumerate the functions of Reserve Bank of India
12. Describe the phases of Business cycle
13. Explain the various types of public debt
14. Examine the role of development banks in India.

PART-C

Answer any two in about 900 words each

(2x 20= 40)

15. Discuss the various credit control measures adopted by the Reserve Bank of India
16. Distinguish between direct and indirect taxes. Bring out their merits and demerits
17. Outline a programme of action to control and check an inflationary situation in the economy.

18. A firm's total cost schedule is given in the following table

Output(units)	Total Cost(Rs)
0	40
1	120
2	170
3	180
4	210
5	260
6	340
7	440
8	550

- a) What is the total fixed cost of the firm? (3 Marks)
- b) Derive TFC, TVC, AC, AFC, AVC and MC schedules (14 marks)
- c) Sketch the Graph for TC and AC. (3 marks)
