



LOYOLA COLLEGE (AUTONOMOUS), CHENNAI – 600 034

B.Com. & B.A. DEGREE EXAMINATION – CORP. SEC., COMMERCE & HISTORY

THIRD SEMESTER – APRIL 2016

EC 3204 - PRINCIPLES OF ECONOMICS

Date: 04-05-2016
Time: 09:00-12:00

Dept. No.

Max. : 100 Marks

PART - A

Answer any **five** in 75 words each

(5x 4 = 20 Marks)

1. Define Economics.
2. State the formula to calculate TC and MC
3. What is meant by Tax?
4. State the determinants of Savings.
5. Bring out the functions of Money.
6. State the Law of Demand.
7. Define Deflation.

PART- B

Answer any **four** in about 250 words each

(4 x 10=40 Marks)

8. Briefly explain the various types of elasticity of demand
9. Highlight the assumptions of Monopoly Competition.
10. What is credit creation? Explain the process of credit creation.
11. Explain the various concepts of National Income.
12. Explain the various types of Budget deficits.
13. Bring out the causes of Inflation.
14. Explain the various types of Budget deficits.
15. State and explain the functions of Reserve Bank of India.

PART-C

Answer any **Two** in about 900 words each

(2x 20= 40Marks)

16. Explain the Short-run price-output determination under perfect competition
17. Define National income. Explain the various methods to compute the same.
18. Discuss the various instruments of credit control.
19. What is meant by direct and indirect taxes? Point out their merits and demerits.