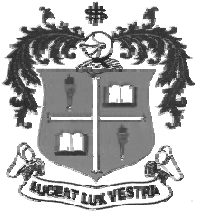


LOYOLA COLLEGE (AUTONOMOUS), CHENNAI – 600 034



B.A. DEGREE EXAMINATION – COMMERCE & CORP. SECR.,

THIRD SEMESTER – NOVEMBER 2013

EC 3204 - PRINCIPLES OF ECONOMICS

Date : 13/11/2013
Time : 9:00 - 12:00

Dept. No.

Max. : 100 Marks

PART A

Answer any FIVE questions in about 75 words each: (5 x 4 = 20 marks)

1. Define demand and supply.
2. What are the basic principles of a Central Bank?
3. What is elasticity of demand?
4. What are complementary and substitute goods?
5. Define National Income.
6. Distinguish between inflation and deflation.
7. Write a short note on Measures of money supply.

PART B

Answer any FOUR questions in about 300 words each: (4 x 10 = 40 marks)

8. Explain the types of budget deficit.
9. Bring out the types of elasticity of demand .
10. Analyze the factors that determine consumption.
11. Explain the functions of money.
12. Bring out the various types of inflation.
13. Briefly explain the functions of commercial banks.
14. Explain the term High powered money and the working of money multiplier.

PART C

Answer any TWO questions in about 900 words each: (2 x 20 = 40 marks)

15. Explain the various methods of measuring National Income and their limitations.
16. Explain the conditions of Profit and Loss under monopoly.
17. Describe in detail the process of credit creation.
18. Explain the various sources of revenue to the Government.
