



**LOYOLA COLLEGE (AUTONOMOUS), CHENNAI – 600 034**

**B.Com. DEGREE EXAMINATION - COMMERCE & CORPORATE SEC.**

THIRD SEMESTER – NOVEMBER 2015

**EC 3204 - PRINCIPLES OF ECONOMICS**

Date : 12/11/2015  
Time : 09:00-12:00

Dept. No.

Max. : 100 Marks

**PART – A**

**Answer any FIVE questions in about 75 words each:**

**(5x4=20 marks)**

1. State the Scarcity definition of economics.
2. What is meant by elasticity of demand?
3. Define National Income.
4. What are the technical attributes of Consumption function?
5. What is meant by near money?
6. What do you mean by Velocity of Money?
7. List out the various types of budget deficit.

**PART – B**

**Answer any FOUR questions in about 250 words each:**

**(4x10=40 marks)**

8. Bring out the nature and scope of economics.
9. Briefly explain the short run and long run cost concepts.
10. Examine the determinants of Consumption function.
11. Explain the various factors that influence Investment.
12. Examine the functions of the Central Bank in India.
13. Highlight the various measures of Money Supply.
14. Distinguish between the Developmental and Non-Developmental expenditure.

**PART – C**

**Answer any TWO questions in about 900 words each:**

**(2x20=40 marks)**

15. Discuss the equilibrium price-output determination under Monopoly.
16. Examine the various methods of measuring National Income and the subsequent difficulties in measuring the same.
17. Examine the causes and suggest remedial measures for inflation in India.
18. Elucidate the merits and demerits of Direct taxes in India.

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