LOYOLA COLLEGE (AUTONOMOUS), CHENNAI – 600 034

B.Com., B.Sc., B.B.A., DEGREE EXAMINATION – **COMMERCE & STAT & BUS.ADMN.**

FIRST SEMESTER – **NOVEMBER 2016**

EC 1101/2105/3103/3105/4207 – GENERAL ECONOMICS

Date: 09-11-2016   Dept. No.   Max. : 100 Marks
Time: 01:00-04:00

PART – A

Answer any Five questions, each not exceeding 75 words.   **(5x4 = 20 Marks)**

1. State the properties of indifference curve.
2. Define National Income. List out the components of National Income.
3. From the given data find TVC, TR and MR

Labour	Wage	Output	AR
1	55	100	70
2	45	175	60
3	36	225	51
4	28	250	43
5	21	260	36
6	15	265	30
7	10	268	25
8	6	270	21
9	3	271	18
10	1	271	16

4. State the law of variable proportion and distinguish between short run and long run.
5. What are the implications of J.B Say's Law of Market?
6. Write a short note on Neutrality and Non-neutrality of money.
7. Define 'money' and 'near money' with an example.

PART – B

Answer any Four questions, each not exceeding 250 words.   **(4x10 = 40 Marks)**

8. Explain the law of demand and illustrate expansion and contraction in demand.
9. Discuss different methods of measuring national income.
10. Elucidate the economic problems with production possibility curve?
11. How money multiplier is derived with the help of the total money supply of M_1, M_2, and M_3 with high powered money?
12. Discuss the main functions of the commercial bank.
13. List out the merits and demerits of direct and indirect taxes.
14. State the causes and impact of inflation.

PART – C

Answer any Two questions, each not exceeding 900 words.   **(2x20 = 40 Marks)**

15. Explain the traditional theory of short – run and long run cost functions with suitable diagram.
16. Discuss the difficulties and importance of estimation of National Income Accounting.
17. Analyze the developmental and non-developmental expenditures on revenue and capital account with recent projection of India.
18. Elucidate the different functions of a Central Bank.

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