

LOYOLA COLLEGE (AUTONOMOUS), CHENNAI – 600 034



B.A. DEGREE EXAMINATION – COMMERCE & STATS

FIRST SEMESTER – APRIL 2013

EC 1101 - GENERAL ECONOMICS

Date : 26/04/2013

Dept. No.

Max. : 100 Marks

Time : 1:00 - 4:00

Part - A

Answer any five questions not exceeding 75 words each:

(5 x 4 = 20)

1. State the scarcity definition.
2. Distinguish between GNP and GDP.
3. State the concept of short run cost curves.
4. Explain the different types of inflation?
5. Find the price elasticity of demand using outlay method, when the price of the product is Rs. 600 and seller is able to sell 60 units of output. If the seller decreases the price of the product to Rs. 550 and sales increases by 40 units and 35 units.
6. Bring out the relationship between MC and AC curves.
7. List out the measurement of money.

Part – B

Answer any four questions in about 250 words each:

(4 x 10 = 40)

8. Explain the deductive and inductive methods and their uses.
9. Define elasticity of demand and explain the different types of price elasticity of demand.
10. What are the functions of money?
11. What are the methods of measurement of National Income?
12. Explain the different types of deficit budget.
13. Explain the reasons for increasing public expenditure in India?
14. What are the functions of commercial banks?

Part – C

Answer any two questions in about 900 words each:

(2 x 20 = 40)

15. Distinguish between perfect competition and imperfect competition. Determine price and output under perfect competition in the short run.
16. Discuss the functions of the central bank as the controller of credit.
17. Discuss the merits and demerits of indirect tax system of India.
18. Describe the different concepts of National Income and explain the difficulties in measuring National Income.

