



LOYOLA COLLEGE (AUTONOMOUS), CHENNAI – 600 034

B.Com., & B.Sc. DEGREE EXAMINATION – COMMERCE & STATISTICS

FIRST SEMESTER – NOVEMBER 2017

EC 1101/EC 3105 – GENERAL ECONOMICS

Date: 09-11-2017

Dept. No.

Max. : 100 Marks

Time: 09:00-12:00

PART - A

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

(5x4 = 20 Marks)

1. Define economics.
2. What are the different types of price elasticity?
3. What are various types of costs?
4. Distinguish between developmental and non-developmental expenditure.
5. Explain marginal propensity to consume.
6. Define national income.
7. What do you mean by required reserve ratio?

PART- B

Answer any **FOUR questions**, in about 300 words each:

(4x 10 = 40 Marks)

8. Suggest measures to control deflation in India.
9. Discuss the functions of commercial banks.
10. Briefly explain the functions of money.
11. Explain the factors that determine the demand for money.
12. Analyze the determinants of consumption function.
13. Explain the types of investment.
14. Examine the factors that determine the velocity of circulation of money.

PART C

Answer any **TWO questions** in about 1200 words each:

(2x20 = 40 Marks)

15. Analyse the causes of inflation and suggest remedies.
16. Discuss in detail the merits and demerits of direct and indirect taxes.
17. Diagrammatically explain the short-run and long-run equilibrium under monopoly.
18. Explain the various methods of computing National Income and the difficulties involved in National Income estimation.
