



QP CODE: 19102168



Reg No :

Name :

BA DEGREE (CBCS) EXAMINATION, OCTOBER 2019

Third Semester

COMPLEMENTARY COURSE - EC3CMT01 - PRINCIPLES OF ECONOMICS

(Common to BA History Model I, Political Science Model I & Sociology Model I)

2017 Admission Onwards

30C70029

Maximum Marks: 80

Time: 3 Hours

Part A

*Answer any **ten** questions.*

Each question carries 2 marks.

1. What is deductive method?
2. What is normative economics?
3. How do the basic economic problems are solved in command economy?
4. What is inelastic demand?
5. What is percentage method of elasticity?
6. State the Law of supply
7. What is market equilibrium?
8. Define the concept of equi-marginal utility.
9. Recall the concept production.
10. Define total variable cost.
11. Define total revenue.
12. What is price discrimination?

(10×2=20)

Part B

*Answer any **six** questions.*

Each question carries 5 marks.

13. Explain the significance of economics.
14. Point out the major differences between micro and macro economics.





15. What are the central problems of an economy?
16. Bring out the difference between different types of market?
17. Identify the factors influencing the demand for a commodity?
18. An increase in taxation for gold leads to reduced consumption of gold ornaments. Explain whether quantity demanded changes because of a demand shift or a price change.
19. Explain the idea of consumer's surplus with suitable diagram
20. What are the major reasons for constant returns ?
21. Explain the distinct characteristics of increasing and decreasing returns to scale.

(6×5=30)

Part C

*Answer any **two** questions.*

*Each question carries **15** marks.*

22. 'Scarcity definition is superior to welfare definition'. Do you agree? Comment.
23. Discuss the factors affecting demand for a commodity. Explain the reasons for a downward sloping demand curve
24. What is supply? What are the major determinants of supply?
25. Compare the features of different market forms.

(2×15=30)

