

**2012***Time : 3 hours**Full Marks : 80*

*Candidates are required to give their answers in their own words as far as practicable.*

*The figures in the margin indicate full marks.*

*Answer from both the Groups as directed.*

**Group – A****(Objective Type Questions)**

Answer all questions.

1. Choose the correct answer of the following :

2×10 = 20

- (a) Who is known as the father of Modern Economics ?

(i) Adam Smith

(ii) Marshall

(iii) Robbins

(iv) Ricardo

- (b) Who divided Economics into two i. e. Micro Economics and Macro Economics ?
- (i) Hicks
  - (ii) Ragnar Frisch
  - (iii) Keynes
  - (iv) J. S. Mill
- (c) The book "Wealth of Nation" was written by :
- (i) Pigou
  - (ii) Amartya Sen
  - (iii) Adam Smith
  - (iv) Marshall
- (d) TU maximum when MU is ?
- (i) Maximum
  - (ii) Infinite
  - (iii) Negative
  - (iv) Zero
- (e) The Law of Demand states that when :
- (i) Higher the price, higher the demand
  - (ii) Lower the price, lower the demand
  - (iii) Higher the price, lower the demand
  - (iv) None of the above

- (f) An indifference curve represents :
- (i) Two Commodities
  - (ii) Four Commodities
  - (iii) One Commodity
  - (iv) All of the above
- (g) Total Cost is :
- (i)  $TFC + AC$
  - (ii)  $AVC + TR$
  - (iii)  $TFC + TVC$
  - (iv) None of the above
- (h) Law of Diminishing Return was propounded by :
- (i) Adam Smith
  - (ii) Marshall
  - (iii) J. S. Mill
  - (iv) Ricardo
- (i) Inflation is that situation in which price level ?
- (i) Rises
  - (ii) Falls
  - (iii) Remain same
  - (iv) None of the above

- (j) Reward for Capital is :
- (i) Rent
  - (ii) Profit
  - (iii) Wages
  - (iv) Interest

**Group – B**

**(Long-answer Type Questions)**

Answer any **four** questions :  $15 \times 4 = 60$

2. What are the Micro and Macro aspects of Economics ?
3. Explain the concept of utility and types of utility.
4. Discuss, with example, the percentage method of calculation of Elasticity of Demand.
5. Discuss law of variable proportion.
6. What are the kinds of Elasticity of Demand ?  
What are the factors influencing the Elasticity of Demand ?
7. What do you mean by Oligopoly ? Discuss Pricing under Oligopoly.

8. Why average cost curves are U shaped ?  
Explain.
9. What do you understand by production function ?  
Explain the factors affecting production functions.
10. Define National Income. Explain its various concepts.
11. Write short notes on the following :
  - (a) Positive and Normative Economics
  - (b) Monopoly

