

First Semester B.A.LL.B. Five Years Course (C.B.S.) Examination**ECONOMICS—I****(Course Code—1.4)****Compulsory Paper—4**

Time : Three Hours]

[Maximum Marks : 80

N.B. :— (1) **ALL** Sections are compulsory.(2) Section A carries **10** marks.Section B carries **30** marks.Section C carries **40** marks.

(3) Follow the instructions given in each Section.

SECTION—A**(Multiple Choice Questions)****Note :—** This section consists of **one** question having sub-questions carrying **1** mark each.1. Attempt the following (any **ten**) :

1×10=10

- (i) In economics 'Ends' refers to _____.
- (a) Human wants
 - (b) Scarcity
 - (c) Surplus
 - (d) Alternative use
- (ii) Marshall has given _____ oriented definition.
- (a) Welfare
 - (b) Wealth
 - (c) Growth
 - (d) Scarcity

- (iii) How is the supply curve sloped ?
- (a) Elastic
 - (b) Inelastic
 - (c) Negative
 - (d) Positive
- (iv) Bread and butter illustrate the type of inter-related demand known as _____.
- (a) Rival demand
 - (b) Composite demand
 - (c) Competitive demand
 - (d) Joint demand
- (v) Marginal utility curve is below X-axis when _____.
- (a) MU is constant
 - (b) MU is positive
 - (c) MU is zero
 - (d) MU is negative
- (vi) Consumption is a study about the theory of _____.
- (a) Profit
 - (b) Costs
 - (c) Supply
 - (d) Wants
- (vii) Total utility curve _____.
- (a) Always rises
 - (b) Always falls
 - (c) First falls and then rises
 - (d) First rises and then falls

- (viii) A commodity is categorised as luxury if its income elasticity of demand is _____.
- (a) Less than one
 - (b) Greater than one
 - (c) Equal to one
 - (d) Equal to zero
- (ix) Economics is a _____ science.
- (a) Social
 - (b) Physical
 - (c) Metaphysical
 - (d) None of these
- (x) When there is decrease in demand the demand curve _____.
- (a) Moves towards the axis
 - (b) Moves away from the axis
 - (c) Remains unchanged
 - (d) All of the above
- (xi) If the supply curve of a commodity is positively sloped, a rise in the price of the commodity, ceteris paribus results in and is referred to as _____.
- (a) An increase in supply
 - (b) An increase in the quantity supplied
 - (c) A decrease in supply
 - (d) A decrease in the quantity supplied
- (xii) Find odd one from the following :
- (a) Fixed cost
 - (b) Prime cost
 - (c) Cost on building and machines
 - (d) Special cost

- (xiii) "Market price" is _____.
- Short period equilibrium price
 - Long period equilibrium price
 - Average price in a free market
 - None of these
- (xiv) "Production" may be defined as an act of _____.
- Creating utility
 - Earning profit
 - Destroying utility
 - Providing services
- (xv) Pure monopoly exists _____.
- When there is single producer
 - When there is single producer without any close substitute
 - When there is a single producer with close substitute
 - When a few producers control the industry

SECTION—B

(Short Answer Questions)

Note :— Both the questions in this section are compulsory. Each question carries **15** marks.

2. Distinguish between (any **three**) : 5×3=15
- Contraction of demand and decrease in demand
 - Marshall's definition and Robbin's definition
 - Micro economics and Macro economics
 - Elastic in demand and Inelastic in demand
3. Answer the following (any **three**) : 5×3=15
- Explain cross elasticity of demand
 - Explain Economics is a positive science
 - Explain concept of total utility
 - What are the advantages of division of labour ?

SECTION—C

(Long Answer Question)

Note :— Answer any **five** of the followings. Each question carries **8** marks.

8×5=40

4. Critically examine wealth centered definition.
5. Discuss the significance and limitations of micro economics.
6. Explain law of diminishing marginal utility with significance.
7. What is demand curve ? What are the reasons behind that demand curve is sloping downward ?
8. What is elasticity of demand ? What are the factors determining elasticity of demand ?
9. Explain law of supply with assumptions.
10. What are factors of production ? Explain features of land.
11. What is market ? Explain the features of perfect competition.