

5(LL.B)H

B.A.(LL.B)H/1st Sem./103/18

2018

Economics - I

Paper - 103

(NEW SYLLABUS)

Full Marks : 80

Time : 3 Hours

The figures in the right-hand margin indicate marks.

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

Answer **five** questions taking any **two** from Group-A and any **three** from Group-B.

GROUP-A

Answer any two questions.

1. Distinguish between change in demand and change in quantity demanded. Describe the reasons behind changes in demand. 10+6=16

2. Show how the equilibrium of the consumers is determined in the indifference curve approach. 16

3. What is price effect? Show that price effect is the sum of income effect and substitution effect. 4+12=16

[Turn over]

4. Mention the important forms of the market. Explain the concept of production function. Explain the relation among total product, average product and marginal product. $4+4+8=16$

5. Write short notes (any two): $8 \times 2 = 16$

- a) Characteristics of an isoquant.
- b) Law of diminishing marginal utility.
- c) Income consumption curve and its shape.
- d) Determinants of demand.
- e) Monopoly and Oligopoly.

GROUP-B

6. Define national income. How the national income is measured. State the problems of measuring national income. $3+8+5=16$

7. Describe the role and function of Central Bank in a developing economy like India. 16

8. Define inflation. What are the different kinds of inflation? What are the effects of inflation in an economy. $2+4+10=16$

9. Show the distinction between internal trade and international trade. State the absolute cost advantage theory of Adam Smith as a basis of trade.

$6+10=16$

10. What are the sources of Government revenue. State the principles of a good tax system of a country.

16

11. What do you mean by public debt? What are the types of debt? Does any debt impose a burden on the community?

3+3+10=16

12. Write short notes (any four):

4×4=16

- a) GNP, GDP, NNP, NDP
- b) Progressive and Proportional Tax
- c) IMF and its objectives
- d) Economic effects of borrowing
- e) Creation of money by Commercial Bank
- f) Free trade and protection
- g) Role of deficit financing
- h) Functions of money
