

GOA VIDYAPRASARAK MANDAL'S
GOPAL GOVIND POY RAITURCAR COLLEGE OF COMMERCE AND
ECONOMICS, PONDA - GOA

B.C.A. (SEMESTER -III) EXAMINATION, OCTOBER 2012
INTRODUCTION TO ECONOMICS

DURATION: 2 HRS

MARKS: 50

INSTRUCTIONS: 1) ALL QUESTIONS ARE COMPULSORY.
2) FIGURES TO RIGHT INDICATE MARKS.

- Q.1) Answer the following: (5x2)
- Distinguish between positive economics and normative economics.
 - What is individual demand?
 - Explain the concept of Total utility.
 - What is Indifference map?
 - Define Real Wages.
- Q.2) Answer the following:
- "Economics is a science which studies human behavior as a relationship between ends and scarce means which have alternative uses." Discuss. (5)
 - Explain the relationship between diminishing marginal utility & demand. (5)
- OR
- State and explain the law of diminishing marginal utility. (5)
 - Define demand. Explain the factors determining demand for a commodity. (5)
- Q.3) Answer the following:
- With the help of a figure explain in detail the law of supply. (5)
 - Explain different types of price elasticity of demand. (5)
- OR
- What is law of demand? Explain its characteristics. (5)
 - With the help of a diagram explain the concept of consumer equilibrium incase of two commodities. (5)
- Q.4) Answer the following:
- Explain in detail the law of variable proportion. (10)
- OR
- What is production function? Bring out its importance. (5)
 - Write a note on law of returns to scale. (5)
- Q.5) Answer the following:
- Explain in detail Ricardian Theory of Rent. (5)
 - Write a note on Keynes Liquidity Preference Theory of Interest. (5)
- OR
- In what way Ricardian Theory of Rent differs from Modern Theory of Rent. (5)
 - Define Interest. Explain abstinence theory of Interest. (5)