

**Goa Vidyaprasarak Mandal's
Gopal Govind Poy Raiturcar College of Commerce and Economics
Ponda – Goa**

**B.C.A. (SEMESTER-III) EXAMINATION, OCTOBER 2013
INTRODUCTION TO ECONOMICS**

Duration: 2 Hours

Marks: 50

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

- Q.1.) Answer the following: (5x2)
- a) Define economics.
 - b) What is market demand?
 - c) Explain any three features of monopoly market.
 - d) What do you mean by budgetary constraint?
 - e) Define Interest.
- Q.2.) Answer the following:
- a) "Economics is a science of choice making". Discuss. (5)
 - b) Define demand. State and explain the law of demand in detail. (5)
- OR
- x) Define utility. Explain with a suitable figure the law of diminishing marginal utility in detail. (10)
- Q.3.) Answer the following:
- a) What is elasticity of supply? Explain various factors determining the elasticity of supply. (5)
 - b) "Demand curve always slopes to downward from left to right". Explain the statement in relation to diminishing marginal utility. (5)
- OR
- x) With the help of a diagram explain the concept of consumer equilibrium in case of two commodities. (5)
 - y) Explain in detail different types of markets. (5)

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Q.4) Answer the following:

- a.i) Define production function. (2)
- ii) Explain in brief various assumptions of the law of variable proportion. (3)
- b) Write a brief note on law of returns to scale. (5)

OR

- x) Explain with the help of a suitable figure the law of variable proportion. (10)

Q.5) Answer the following:

- a) Define rent. Explain the main postulates of Ricardian theory of rent. (5)
- b) Define wages. Distinguish between nominal wages and real wages. (5)
Explain the factors considered to ascertain the real wages. (5)

OR

- a) Distinguish between the Ricardian theory of rent and modern theory of rent. (5)
- b) Write a note on abstinence theory of interest. (5)

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