

**Goa Vidyaprasarak Mandal's**  
**GOPAL GOVIND POY RAITURCAR COLLEGE OF COMMERCE AND**  
**ECONOMICS, PONDA- GOA**  
**B.C.A (SEMESTER - III) EXAMINATION, OCTOBER 2019**  
**INTRODUCTION TO ECONOMICS**

**Duration: 2 Hours**

**Marks: 50**

**Instructions:**

1. All questions are compulsory.
2. Figures to the right indicate marks.

**Q.1 Define the following. (5x2=10)**

- a. Economics
- b. Positive economics
- c. Demand
- d. Utility
- e. Rent

**Q.2 Answer the following.**

- a. Scarcity a problem in economics. Discuss. (5)
  - b. Explain the law of diminishing marginal utility. (5)
- OR**
- x. Explain the law of supply with a suitable diagram. (5)
  - y. Explain the features of perfect competition. (5)

**Q.3 Answer the following.**

- a. Explain elasticity and its types. (5)
- b. Explain the concept of consumer equilibrium with reference to two commodities. (5)

**OR**

- x. The price of pizza is ` 4/- and the quantity demanded is 60 slices. When the price of pizza is ` 2/- the quantity demanded is 80 slices. Calculate the price elasticity of demand. (5)
- y. Explain the importance of elasticity. (5)

**Q.4 Answer the following.**

- a. Explain the law of variable proportion. (10)
- OR**
- x. Explain the law of returns to scale. (5)
  - y. Explain production function and its characteristics. (5)

**Q.5 Answer the following.**

- a. Explain the Ricardian theory of rent. (5)
  - b. Explain the liquidity preference theory of interest. (5)
- OR**
- x. Explain the factors determining the wages. (5)
  - y. Explain the modern theory of rent. (5)

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