

Goa Vidyaprasarak Mandal's
GOPAL GOVIND POY RAITURCAR COLLEGE OF COMMERCE AND
ECONOMICS, PONDA – GOA
B.C.A. (SEMESTER – III) SUPPLEMENTARY EXAMINATION,
MAY/JUNE 2019
INTRODUCTION TO ECONOMICS

DURATION: 2 HRS

MARKS: 50

INSTRUCTIONS: 1. All questions are compulsory. However internal choice is available.
2. Figures to the right indicate full marks.
3. Draw neat and labelled diagram wherever necessary.

- Q. 1.** Briefly answer **all** the following questions: (5 x 2 =10)
1. What are the central problems of an economy?
 2. State any four exceptions to the law of demand.
 3. If as a result of change in price of sugar from ` 40 to ` 45 per kg, the total supply of sugar by the sellers increases from 1000 kg to 1200 kgs, then calculate the elasticity of supply.
 4. Explain the meaning of production and production function.
 5. Explain any one type of rent.
- Q. 2.** A. Write a note on Monopoly as a market structure. (6)
B. Explain the law of supply. (4)
- OR**
- Q. 2.** X. Explain the concepts of positive and normative economics. (6)
Y. Graphically explain the law of demand. (4)
- Q. 3.** A. Explain the law of diminishing marginal utility. (6)
B. Explain any two points on the importance of elasticity of demand. (4)
- OR**
- Q. 3.** X. Explain changes in market equilibrium due to change in supply when demand remains constant. (6)
Y. Write a short note on the Arc elasticity of demand. (4)
- Q. 4.** A. What is price elasticity of demand? Explain its any three degrees. (6)
B. Write the attributes of production function. (4)
- OR**
- Q. 4.** X. Explain the law of returns to scale (6)
Y. Write a short note on income elasticity of demand. (4)
- Q. 5.** A. Explain the Ricardian theory of rent. (6)
B. Distinguish between real and nominal wages. (4)
- OR**
- Q. 5.** X. Explain the Liquidity preference theory of interest. (6)
Y. What are loanable funds of supply? (4)