

**Vidya Vikas Mandal's**  
**Shree Damodar College of Commerce & Economics, Margao – Goa**  
**SYBCA, Semester III, End Semester Examination October 2017**  
**INTRODUCTION TO ECONOMICS (BCA304)**

**Duration: 2 Hours**

**Max. Marks: 50**

**Instructions:** 1. All questions are compulsory.  
2. Figures to the right indicate maximum marks.  
3. Start each question on fresh page.

- Q.1**                      **Answer the following questions:**                      **(1x5)**
1. State any one definition of Economics.
  2. What are non-Durable goods?
  3. State any two assumptions of Law of demand.
  4. What are fixed factors of production?
  5. What is the meaning of Rent?
- Q.2.**                      **Match the following pairs:**                      **(1x5)**
- | <u>A</u>                   | <u>B</u>          |
|----------------------------|-------------------|
| 1. Classical Economists    | a) Prestige Goods |
| 2. Joint Demand            | b) Interest       |
| 3. Articles Of Snob Appeal | c) K,L            |
| 4. Factor Payments         | d) Adam Smith     |
| 5. Capital And Labour      | e) Pen And Ink    |
|                            | f) Cheaper Goods  |
- Q.3.A**                      Explain the meaning of Scarcity and basic problems of Economy.                      **10**
- OR**
- Q.3.B.i)**                      Explain the meaning and features of Monopolistic Competition.                      **5x2**  
**ii)**                      Distinguish between Positive and Normative Economics
- Q.4.A**                      Illustrate and explain the Law of Diminishing Marginal Utility with a clear diagram.                      **10**
- OR**
- Q.4.B**                      Explain the Law of Supply and the factors determining the supply curve.                      **10**
- Q.5.A.i)**                      The Price of Tomatoes was Rs. 100 for 30 k.g. in the month of July which increased to Rs. 250 for 50 k.g. in the month of October. Identify and find the Elasticity of demand using the formula.                      **5x2**  
**ii)**                      The initial income of Ms. Sunita Agarwal was Rs. 35,000.p.a. in the year of 2014 which increased to Rs. 50,000.pa. in the year of 2015 with the change in demand from 500 to 800. Identify and find the Elasticity of Demand using the formula.
- OR**
- Q.5.B.**                      Explain the long run production function with a clear diagram.                      **10**
- Q.6.A.**                      Explain the Law of Variable Proportion.                      **10**
- OR**
- Q.6.B.**                      Discuss the Liquidity preference Theory of Interest of Keynes.                      **10**