LOYOLA COLLEGE (AUTONOMOUS), CHENNAI – 600 034

**B.A., B.COM.,** DEGREE EXAMINATION – **BUSIN.ADMIN., & COMM.**

FOURTH SEMESTER – **APRIL 2012**

# EC 4207 / 4204 - GENERAL ECONOMICS

 Date : 19-04-2012 Dept. No. Max. : 100 Marks

 Time : 1:00 - 4:00

**Part-A**

Answer any **FIVE** questions in about 75 words each : (5X4 = 20)

1. Define demand and supply.
2. What are indifference curves?
3. Write a short note on relative income hypothesis.
4. What is marginal efficiency of capital?
5. What is meant by velocity of money?
6. Distinguish between main budget and supplementary budget.
7. Define Inflation.

**Part-B**

Answer any **Four** questions in about **250** words each: (4X10=40)

1. Explain the law of supply using a suitable illustration.
2. Bring out the trends of Public Expenditure.
3. Illustrate the determination of price in perfect competition.
4. Examine the role of Central Bank in India.
5. Explain the factors of production.
6. Discuss the features of monetary policy in India.
7. Explain the various methods of measuring national income.

**Part-C**

Answer any **Two** questions in about **900** words each : (2X20=40)

1. Examine the Keynesian theory of employment and output.
2. Explain the different classification of money.
3. Discuss the causes of inflation. How can it be controlled?
4. Discuss the various components of the budget.

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