



**LOYOLA COLLEGE (AUTONOMOUS), CHENNAI – 600 034**

**B.COM. DEGREE EXAMINATION – COMMERCE, CORP. SEC.**

**THIRD SEMESTER – APRIL 2014**

**EC 3204 - PRINCIPLES OF ECONOMICS**

Date : 10/04/2014  
Time : 09:00-12:00

Dept. No.

Max. : 100 Marks

**PART- A**

Answer any **five questions in about** in 75 words each

**(5x 4 = 20)Marks**

1. Define Economics
2. State the determinants of Consumption
3. List out the various types of budget.
4. Bring out the factors affecting velocity of Money.
5. State the formula to calculate TR and AR
6. Write a short note on tax.
7. Define Deflation.

**PART- B**

Answer any **four questions in about** 250 words each

**(4 x 10=40) Marks**

8. Briefly highlight the Functions of Money.
9. Explain the characteristics of Perfect competition.
10. What is credit creation? Explain the process of credit creation.
11. Explain the methods to compute National income.
12. What is meant by law of Supply? State the factors determining Supply.
13. Bring out the causes of Inflation.
14. State and explain the functions of Reserve Bank of India.

**PART-C**

Answer any **Two questions in about** 900 words each

**(2x 20= 40) Marks**

15. Explain the determination of price – output in the monopoly market.
16. Define National Income. Explain the various concepts of National Income.
17. Discuss the various instruments of credit control.
18. What is meant by direct and indirect taxes? Point out their merits and demerits.

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