

LOYOLA COLLEGE (AUTONOMOUS), CHENNAI – 600 034



B.A., B.com., DEGREE EXAMINATION – HISTORY, CORPORATE, COMMERCE

THIRD SEMESTER – NOVEMBER 2016

EC 3204 – PRINCIPLES OF ECONOMICS

Date: 10-11-2016

Dept. No.

Max. : 100 Marks

Time: 09:00-12:00

PART – A

ANSWER ANY FIVE QUESTIONS IN ABOUT 75 WORDS EACH:

(5 x 4 = 20 Marks)

1. What are the merits of Indirect taxes?
2. Define National Income.
3. Differentiate Inflation and Deflation.
4. Define Money.
5. What is Velocity of Money?
6. State the Law of Demand.
7. Define Tax?

PART – B

ANSWER ANY FOUR QUESTIONS IN ABOUT 250 WORDS EACH:

(4 x 10 = 40 Marks)

8. Explain the types of Inflation.
9. Explain the functions of Money.
10. Explain the types of Budget Deficit.
11. Discuss the factors influencing Demand and Supply.
12. Explain the Long run and Short run Cost concepts.
13. Examine the characteristics of Perfect Competition and differentiate between Pure and Perfect Competition.
14. What is Credit Creation? Explain the process of Credit Creation.

PART – C

ANSWER ANY TWO QUESTIONS IN ABOUT 900 WORDS EACH

(2 x 20 = 40 Marks)

15. Discuss the determination of Value of Money.
16. Bring out the different degrees of Elasticity of Demand and explain in detail.
17. Examine the various methods of measuring National Income and the subsequent difficulties in measuring the same.
18. Discuss the role and function of Reserve Bank of India.
