



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

**B.Com. DEGREE EXAMINATION – COMMERCE**

**THIRD SEMESTER – NOVEMBER 2017**

**EC 3204 – PRINCIPLES OF ECONOMICS**

Date: 15-11-2017  
Time: 01:00-04:00

Dept. No.

Max. : 100 Marks

**PART-A**

**Answer any FIVE questions in 75 words each**

**(5x 4 = 20)**

1. Define Economics
2. State the formulae to calculate MR and AR
3. State the determinants of saving.
4. Point out the factors affecting velocity of Money.
5. List out the various types of banks.
6. Write a short note on tax.
7. Bring out the types of inflation.

**PART- B**

**Answer any FOUR questions about 250 words each**

**(4 x 10=40)**

8. State and explain the classification of Money
9. Explain the characteristics of Monopoly market
10. What is credit creation? Explain the process of credit creation.
11. Explain the concepts of National Income.
12. What is meant by law of Supply? State the factors determining Supply.
13. Briefly explain the types of price elasticity of demand
14. Explain the functions of Reserve Bank of India.

**PART-C**

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

**(2x 20= 40)**

15. Explain the short run price-output determination under Perfect competition.
16. Define National income. Explain various methods of estimation of National Income.
17. Discuss the various instruments of credit control.
18. What are direct and indirect taxes? Point out their merits and demerits.

\*\*\*\*\*