

**First Year Examination of the Three -Year  
Degree Course, 2001**

**ECONOMICS**

(Principles of Economics )

Paper-I

Time : 3 Hours

[ Maximum Marks :100 ]

Candidate have to attempt **five** questions,  
selecting **one** question from each unit,  
All questions carry equal marks.

**UNIT-I**

1. Define Statics and Dynamic Economics. Mention their importance and limitations. 8+6+6
2. What do you mean by Equilibrium? Explain the concept of partial and general equilibrium and indicate their importance in Economic analysis. 5+10+5

**UNIT-II**

3. Analyse critically the Law of Equi-Marginal Utility and mention its practical importance. 12+8
4. What do you mean by Elasticity of Demand ? Explain various methods of measuring elasticity with suitable examples. 5+15

**UNIT-III**

5. Describe fully the Law of Variable Proportions. 20
6. Explain the meaning and characteristics of Iso-product curves. 8+12

**UNIT-IV**

7. What is Monopolistic Competition? Mention the characteristics of Monopolistic Competition and explain price determination under Monopolistic Competition. 5+5+10
8. What is Market Price? How is it determined? How do you distinguish Market price from Normal price? 5+10+5

## UNIT-V

9. Describe the Marginal Productivity Theory of Distribution. Mention its limitations. 12+8
10. Explain Modern Theory of Rent, and compare it with Ricardian Theory of Rent. 12+8