

(Following Paper ID and Roll No. to be filled in your Answer Book.

**PAPER ID : 9202**

Roll No. 

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## Int LLB Examination 2014-15

(First Semester)

### ECONOMICS - I

*Time : 3 Hours*

*[Maximum Marks : 100*

**Note :-** All questions are compulsory.

#### SECTION - A

1. Fill in the blanks :  $20 \times 1 = 20$

(a) The book 'An Enquiry into the Nature and Causes of Wealth of Nations' is written by .....

(b) .....deals with scarcity.

(c) In its scientific aspect economics is strictly a .....science.

(d) Choice of technology is associated with how to .....

(e) Average utility stands for .....

**[ P. T. O.**

- (f) When marginal utility is negative, total utility will be .....
- (g) An indifference curve is always .....
- (h) The engles curve for a Giffen good is .....
- (i) The concept of consumer's surplus was first formulated by .....
- (j) .....is purely a technical relationship between inputs and output.
- (k) The slope of an isoquant curve is the rate of .....one input for another.
- (l) The perfect competition firms are.....
- (m) 'The theory of monopolistic competition' was written by.....?
- (n) Cartel may be perfect or .....
- (o) The marginal productivity theory of distribution was propounded by .....
- (p) Economic profit is the sum of total explicit cost and .....

- (q) Innovation theory of profit was propounded by .....
- (r) .....is a payment for the use of capital.
- (s) .....is said to be founder of new welfare economics.
- (t) .....proposed a criteria which is called the compensation principle.

### SECTION - B

**Note :-** Answer any three of the following :  $3 \times 10 = 30$

2. (a) Explain ordinal utility. Is it superior to the concept of cardinal utility?
- (b) Discuss the factors which account for increasing return to scale.
- (c) Discuss the long-run equilibrium of the firm under perfect competitions.
- (d) What is the difference between rent and Quasi-rent?
- (e) What is an ARR (Average Rate of Return) and how is this to be calculated?

## SECTION - C

**Note :-** Attempt any one from each questions :  $5 \times 10 = 50$

3. (a) 'Induction and deduction are both needed for scientific thought as the right and left foot are needed for walking.' Explain.

**OR**

- (b) What is the central nucleus of the Economics? Explain in the context of scope of Economics.

4. (a) What is cardinal utility analysis? What are its mains limitations?

**OR**

- (b) Explain critically the concept of consumer's surplus. What is its importance in practical life?

5. (a) Discuss the law of variable proportions. Explain its three stages of operation.

**OR**

- (b) What is production function? Distinguish short-run production function from long-run production function.

6. (a) What is monopolistic competition? How is the price determined under monopolistic competition?

OR

- (b) 'The rate of interest is determined by liquidity preference and the supply of money. Elucidate.'

7. (a) What is Pareto optimum? How can it be attained?

OR

- (b) State and critically appraise the kaldor-Hicks criterion for an improvement in general welfare.

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