Reg. No………………………………………. Name…………………………………………………………

B A, B SC, B COM DEGREE END SEMESTER EXAMINATION - APRIL 2025

UGP (HONS.) SEMESTER - 2: DISCIPLINE SPECIFIC COURSE

COURSE: 24UEMSDSC104: INTRODUCTION TO ECONOMICS-II

(For Regular 2024 Admission)

Time: 2 Hours Max. Marks - 70

PART A

Answer any 5 questions. Each question carries 2 marks. (2 × 5 = 10 Marks)

1. What is Derived demand? Give an example. (U,CO1)
2. Define Cross-Price Elasticity of demand. (R,CO1)
3. What is the difference between monetary and non-monetary theories of trade cycles? (U,CO2)
4. Define the property of 'non-rivalry' of public goods. Give an example. (U,CO3)
5. What is the 'distribution function' of the government? (U,CO3)
6. Recall any 2 characteristics of the Indian Economy.. (R,CO4)
7. What is Knowledge Economy? (R,CO4)

PART B

Answer any 6 questions. Each question carries 5 marks. (5 × 6 = 30 Marks)

8. What are the factors that influence demand for a commodity? (U,CO1)
9. When the price of a good X is $4 per unit, a consumer buys 100 units of the good. Due to an increase in price, the demand falls to 75 units. Calculate the new price if the elasticity of demand is (-)1. (U,CO1)
10. Diagrammatically explain the different phases of a trade cycle. (U,CO2)
11. What is inflation? What are its effects? (U,CO2)
12. Explain the fiscal functions of a government with examples. (A,CO3)
13. Write a short note on the 'free rider problem' of public goods. (U,CO3)
14. What are the different sectors of the an economy? Explain the sectoral composition of Indian Economy in the present day scenario. (U,CO4)
15. Describe the nature of the Indian Economy. (U,CO4)

PART C

Answer any 2 questions. Each question carries 15 marks. (15 × 2 = 30 Marks)

16. Solve:
    (a) When the price of good X was $50, the demand for good Y was 500 units. If the price of good X increases by $10, the demand for good Y falls by 50 units. Calculate the cross-price elasticity of demand and comment on the nature of the goods.
    (b) When the price of good X was $80, the demand for good Y was 600 units. If the price of good X increases by $20, the demand for good Y increases by 150 units. Calculate the cross-price elasticity of demand and comment on the nature of the goods. (U,CO1)

17. Elaborate on the monetary and non-monetary theories of trade cycle. (U,CO2)
18. Explain, in detail, the principles of Maximum Social Advantage by Musgrave as well as Dalton. (U,CO3)
19. What is Demographic Dividend? What are its advantages? (U,CO4)