

**BA, BSC, BCOM DEGREE END SEMESTER EXAMINATION –APRIL 2026****UGP(HONS) SEMESTER – 2: DISCIPLINE SPECIFIC COURSE****COURSE: 24UEMSDSC104 - INTRODUCTION TO ECONOMICS II**

(For Regular 2025 and Improvement/Supplementary 2024 Admission)

Time: 2 hours

Max marks: 70

**PART A (Short Answers)****Answer any 4 questions. Each question carries 2 marks**

1. Recall any two causes of deflation (U, CO2)
  2. What are the features of a recession in the economy? (U, CO2)
  3. Demand pull inflation (U, CO2)
  4. Mention the major difference between public finance and private finance (An, CO3)
  5. What is the role of government in the case of merit goods? (An, CO3)
  6. What do you mean by Marginal Social Sacrifice due to taxation? (An, CO3)
- (2 x 4 = 8)

**PART B (Short Essays)****Answer any 4 questions. Each question carries 8 marks.**

7. What do you mean by cross elasticity of demand? If the price of good X change from Rs.4.50 per gram to Rs.5 per gram results in the increase in consumer's demand for good Y from 60 grams to 70 grams, determine the cross elasticity of demand of Y and comment on goods (U, CO1)
  8. How does the forces of demand and supply determine the market equilibrium? (U, CO1)
  9. Write a note on non-monetary theories of trade cycle (U, CO2)
  10. How does public goods cause market failure? What is the role of government in those cases? (An, CO3)
  11. 'India is a planned economy'- substantiate (A, CO4)
  12. Write a note on the sectoral composition of Indian economy. (A, CO4)
- (8 x 4 = 32)

**PART C (Long Essays)**

**Answer any 2 questions. Each question carries 15 marks**

13. What do you mean by price elasticity of demand? What all are the methods to measure it?

(U, CO1)

14. "Inflation at a smaller rate is beneficial to the economy". Write an essay on the reasons and effect of inflation

(U, CO2)

15. Elaborate on the principle of maximum social advantage.

(An, CO3)

16. Demographic dividend is a hope for India. Evaluate the concept of demographic dividend and explain the advantages along with challenges.

(A, CO4)

(15 x 2 = 30)