

B.A. LL.B., (Hons) DEGREE FIRST SEMESTER EXAMINATIONS, NOVEMBER 2019

PRINCIPLES OF ECONOMICS

Time: 3 Hours

Maximum Marks: 50

Answer ANY FIVE questions. Each question carries TEN marks.

(5x10=50)

- I. Critically examine Marshall's definition as a link between wealth and welfare.
- II. State and explain the Law of Diminishing Marginal Utility. What are the limitations and importance of the law?
- III. Explain briefly how a consumer equalizes the marginal utilities of two commodities with that of the marginal utility of money.
- IV. State and explain with an example 'Law of Demand'. Also, explain Giffen's paradox.
- V. Explain with the help of an indifference curve; how a consumer allocates his income in order to attain equilibrium?
- VI. The Law of Diminishing Returns and Increasing Returns are the two phases of Law of Variable Proportions- Discuss
- VII. (a). Distinguish between supply and stock.
(b). State and explain Law of Supply
- VIII. (a). What are the salient features of perfect competition.
(b). Relation between Law and Economics
