

ANSWER ANY 4. SCORE 1

- 1. c) production function
- 2. d) Intermediate goods
- 3. a) macro economics
- 4. b) profit.
- 5. d) rate of exchange
- 6. b) MV

All from 7 to 10 SCORE 1

- 7. a) UNP 9. c) few
- 8. $ed = 1$ 10. b) wage rate

ANY 3 From 11 to 15. SCORE 2

- 11. Normal goods - Income \uparrow D \uparrow
or Income \downarrow D \downarrow
- 12. a) short run b) long run
gain at addition to the stock of existing capital asset
b) loss in the value of capital goods due to wear and tear.
- 14. $D > S$ is excess demand
 $D < S$ is excess supply
- 15. $MPC = DC/DY$

ANY 2 From 16 to 18 SCORE 2

- 16. Tax evasion motive
~~provisional~~ speculative motive
- 17. Households, Business Firms, Govt., External sector
- 18. Input price, Technological progress or Unit Tax. (any 2)

ANY 3 From 19 to 23 SCORE 4

- 19. What to produce? How to produce? For whom to produce? (Explain any 2)
- 20. AR 10 16 18 16 10
AR 10 8 6 4 2 (2)
- b) Any two features of monopoly (2)
- 21. a) medium of exchange
b) Measure of value explain - 1
c) Store of value
d) std. of deferred payment

Law of variable proportion - Explain 2 Diagram 2

23. $AD = C + I$ Explain C & I each

ANY 1 From 24 to 25 SCORE 4

- 24. LRAC - Tc/Q
LRMC - passing through Min. LRA
CD pr. f^n - Long run production f^n
ISOQUANT - Input combinations giving same output.
- 25. GDP and inequality,
GDP & non market currency transactions,
GDP & Externalities any 2 Explain
GDP & harmful commodity

ANY 3 From 26 to 29 SCORE 6

- 26. a) AC - cost per unit of output produced. 2
b) MC - addition to total cost 2
ii) Any 2 relation AC & MC 2
- 27. Price ceiling - Diagram - explain 3
Price floor - Diagram - explain 3
- 28. a) Revenue Receipt - create no liability 3
b) Revenue exp - not create any capital. 3
- 29. Allocation function, Distribution function, Stabilisation function

ANY 2 From 30 to 32 SCORE 6

- 30. i) Define Ed. 2
ii) Explain - Diagram - of - 2+2
perfectly elastic & perfectly inelastic
- 31. i) M_1, M_2, M_3, M_4 ? 4
ii) Narrow M_1 & M_2 , broad - M_3 & M_4 2
- 32. i) Open & closed 2
ii) Factor market, Financial market 4

ANY 2 From 33 to 35 SCORE 8

- 33. i) properties of IC (3) Dequ. consumer (5)
- 34. Short run eq. Perfect competition condition & Diagram
- 35. GDP? Any 2 methods 2+6