

B.A. (CBCS) DEGREE EXAMINATION,
NOVEMBER 2022.

Fifth Semester

Economics — Core

ECONOMIC THOUGHT

(For those who joined in July 2020 onwards)

Time : Three hours

Maximum : 75 marks

PART A — (10 × 1 = 10 marks)

Answer ALL questions.

Choose the correct answer :

Supply creates its own demand is the basis of:

- (a) Keynesian Economics
- (b) Physiocracy
- (c) Classical Economics
- (d) Monetarism

5. The amount of labor put into a commodity is a measure of its

- a) Use-value
- b) Value
- c) Commodity-value
- d) Exploitation-value

The elasticity of demand for luxury goods is

- a) Infinite
- b) More than one
- c) Less than one
- d) Equal to one

Welfare economics is a branch of economics dealing with

- (a) Social issues
- (b) Political issues
- (c) Normative issues
- (d) Welfare issues

According to Keynes, the level of unemployment is determined by

- (a) The behavioral of trade unions
- (b) Price and wages
- (c) The quantity of money
- (d) The level of aggregate demand for goods and services

2. The term laissez-faire means a political theory where

- (a) Government does nothing to control the economy
- (b) Government does everything to control the economy
- (c) Market is regulated by private parties
- (d) Market is regulated by controlling bodies

3. Marginal utility approach was propounded by

- (a) J.R Hicks
- (b) Alfred Marshall
- (c) J.S Mill
- (d) A.C Pigou

4. According to Marshall the basis of consumer surplus is

- (a) Law of Diminishing Marginal Utility
- (b) Law of Equi - Marginal Utility
- (c) Law of Proportions
- (d) Law of Demand

9. Money supply is autonomously determined in case of

- (a) Keynes theory
- (b) Classical theory
- (c) IS-LM model
- (d) Monetarists

10. The first American to win the Nobel Memorial Prize in Economics is

- (a) J.R Hicks
- (b) Paul A. Samuelson
- (c) Leontif
- (d) Amartya. K Sen

PART B — (5 × 5 = 25 marks)

Answer ALL questions choosing either (a) or (b).
Each answer should not exceed 250 words.

11. (a) Write a short summary on Mercantilism.

Or

(b) Bring out the J.B. Say's Law of Market.

12. (a) What is meant by diamond – water paradox?

Or

(b) What is meant by opportunity cost?

13. (a) Explain the concept of class struggle.
Or
(b) Write a short summary on reserve army of labour.
14. (a) What is meant by Marginal Efficiency of Capital?
Or
(b) Distinguish between monetarism and fiscalism.
15. (a) Explain the economic thoughts of Von Hayek Model.
Or
(b) Briefly explain the contribution of J.R.Hicks

PART C — (5 × 8 = 40 marks)

Answer ALL questions choosing either (a) or (b).
Each answer should not exceed 600 words.

16. (a) Examine the Ricardo's Comparative Cost Advantage.
Or
(b) Analyze the T.R. Malthusian theory of Population.

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17. (a) Discuss the role of time in price determination.
Or
(b) Describe the role of entrepreneur and innovations.
18. (a) Write a short summary on the Das Capital.
Or
(b) Explain the concept of capital accumulation.
19. (a) Examine the working process of multiplier.
Or
(b) Analyze the concept of NAIRU Model.
20. (a) Critically examine the Arrow's Impossibility Theorem.
Or
(b) Describe the contributions of Amartya K. Sen.

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