



23. Distinguish between internal drain and external drain. What are the factors that caused external drain ?
24. Examine the General Equilibrium concept of Walras.
25. Discuss the value theory of Ricardo. (4×5=20)

PART – D

Answer **any two** questions. Each answer should **not** exceed **six** pages.

26. Compare and contrast the economic thoughts of Gandhi and Ambedkar.
27. Critically examine the nature and significance of Neo-classical marginal revolution in economics.
28. Critically examine the Malthusian population doctrine.
29. Critically perceive the development of economic thoughts in the stages of development of leading western economies. (2×10=20)

PART – C



Reg. No. :

Name :



Third Semester M.A./M.Sc./M.Com. Degree (Reg./Sup./Imp.)
Examination, November 2015

(2014 Admn.)

ECONOMICS/APP. ECONOMICS/DEV. ECONOMICS

ECO3E03 : Development of Economic Ideas

Time : 3 Hours

Total Marks : 60

PART – A

Answer **all** questions :

- Mercantilists advocated increasing the nation's wealth NOT by simultaneously
 - Encouraging production
 - Increasing exports
 - Diversifying cropping pattern
 - Holding down domestic consumption
- Marxian thought combines which among the following area/s ?
 - Hegelian philosophy
 - French utopian thought
 - Classical political economy
 - All the above
- Consider the following pairs and choose the correct relationship
 - Bourgeoisie – who own the means of production and whose source of income is profit
 - Proletariat – who own their labor and sell it for a wage
 - Both a) and b) are correct
 - a) is correct but b) is wrong



4. Identify the current statement/s about the surplus value
- Surplus value can also be viewed as a flow of net income appropriated by the owners of capital
 - Surplus value can be viewed as the source of society's accumulation fund or investment fund
 - Surplus value can be viewed as an indicator of the level of social productivity that has been reached by the working population
 - All the above
5. Choose the correct sequence of stages of economic development given by Karl Marx.
- Slavery – feudalism – capitalism – socialism – communism
 - Slavery – feudalism – capitalism – communism – socialism
 - Slavery – capitalism – feudalism – communism – socialism
 - Slavery – feudalism – communism – capitalism – socialism
6. The economist who is regarded as the founder of the Lausanne School
- Keynes
 - Walras
 - Fisher
 - Karl Menger
7. The book, "The Purchasing Power of Money" was written by
- W. C. Mitchell
 - Heimann Gossen
 - Vilfred Pareto
 - Irving Fisher
8. Which among the following is NOT true according to Malthusian population theory ?
- Food is necessary for the existence of human kind
 - Passion between the sexes is necessary and will remain unchanged
 - Population to increases geometrically but the food supply increases arithmetically
 - Population to increases arithmetically but the food supply increases geometrically

(8 × 1/2 = 4)



PART – B

Answer **any eight** questions. **Each** question should **not** exceed **one** page :

- Which are the three major treatises of the classical period ?
- Define rational expectations.
- Point out the key ideas of Adam Smith's writing.
- What do you mean by mercantilism ? How is it related to political absolutism ?
- What is meant subjective value ?
- Distinguish between Naturalism and Optimism as used by Adam Smith.
- What do you mean by Physiocracy ?
- "Wages are fixed and reduced to the lowest level by the extreme competition of th workers". Comment.
- What is the meaning and feature of Malthusian concept of *glut* ?
- What is meant by Marginal Revolution ? Point out the economists associated with it.
- Explain the concept of dialectical materialism. (8×2=16)

PART – C

Answer **any four** questions. **Each** answer should **not** exceed **two** and a **half** page.

- Discuss the importance of the study of economic ideas.
- Explain the financial instability hypothesis.
- Discuss the features of Keynesian economics. Bring out the relevance of Keynesian ideas in the current global economic scenario.