



K23U 3208

Reg. No. : .....

Name : .....

II Year B.A. Degree (S.D.E. – Supplementary) Examination, April 2023  
(2011 Admission Onwards)  
COMPLEMENTARY COURSE IN ECONOMICS  
SDE 2C02 ECO : Introductory Economics

Time : 3 Hours

Max. Weightage : 30

Instruction : Answer may be written in English or in Malayalam.

PART – A

Objective type questions (in bunches of two) :

Choose the correct answer :

- I. 1) Dumping implies
  - a) The same price in home and foreign market
  - b) A higher price in the foreign market and lower price in the home market
  - c) A higher price in the home market and lower price in the foreign market
  - d) All the above
- 2) The distinction between firm and industry disappears under
  - a) Oligopoly
  - b) Duopoly
  - c) Monopoly
  - d) Contestable market
- 3) Monopsony is a market situation characterised by
  - a) Single buyer and single seller
  - b) Single seller
  - c) Many buyers and a single seller
  - d) Single buyer
- 4) Under monopolistic competition goods produced are
  - a) Heterogeneous
  - b) Homogeneous
  - c) Differentiated
  - d) Luxuries

(Weightage : 1)

P.T.O.

K23U 3208

-2-



- II. 5) The value of MRTS is always
  - a) Negative
  - b) Positive
  - c) Zero
  - d) One
- 6) Zero substitutability of factors exists in
  - a) Linear isoquants
  - b) Input-output isoquants
  - c) Kinked isoquants
  - d) Convex isoquants
- 7) When  $MP = 0$ , TP is
  - a) Zero
  - b) Negative
  - c) Decreasing
  - d) Maximum
- 8) Along the upper ridge line
  - a)  $MP_K = 0$
  - b)  $MP_L = 0$
  - c)  $MP_K = 1$
  - d)  $MP_L = 1$

(Weightage : 1)

PART – B

Short answer questions. Answer any ten of the following questions not exceeding 50 words each. Each question carries 1 weightage :

9. Gains from trade.
10. SLR.
11. Budget.
12. Quasi rent.
13. Money.
14. Liquidity preference.
15. GNP.
16. Equilibrium.
17. Perfect competition.
18. MRS.
19. Law of variable proportions.
20. Law of demand.
21. Elasticity.

(Weightage : 1×10=10)

K23U 3208

-3-

PART – C  
(Short Essay)

Answer any five not exceeding 150 words each. Each question carries 2 weightage :

22. Explain the scope of Economics.
23. Explain various degrees of price elasticity.
24. Briefly explain the short run production function.
25. Examine the features of perfect competition.
26. Explain the Ricardian theory of rent.
27. What are the difficulties in national income calculation ?
28. Explain the method of credit creation.

(Weightage : 2×5=10)

PART – D  
(Long Essay)

Answer any two questions not exceeding 450 words. Each question carries 4 weightage :

29. Explain the consumer equilibrium using indifference curve analysis.
30. How the price and output is determined under monopolistic competition ?
31. Explain the various measures for calculating national income.
32. What is meant by balance of payments ? Explain various measures to correct disequilibrium in balance of payments.

(Weightage : 4×2=8)