

Seat No.	
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**First Year of the Five Years Law Course (Semester - II) (Revised)**  
**Examination, November - 2018**  
**ECONOMICS - I**  
**General Principles (Paper - II)**  
**Sub. Code : 64265**

**Day and Date : Thursday, 29 - 11 - 2018**

**Total Marks : 100**

**Time : 2.30 p.m. to 5.30 p.m.**

- Instructions :**
- 1) All questions are compulsory.
  - 2) Neat diagram should be drawn wherever necessary.
  - 3) Figures to the right indicate full marks.

**Q1) a)** Explain the nature and scope of Economics. **[20]**

OR

- b) What is elasticity of demand? Explain the concept of price elasticity of demand.

**Q2) a)** State the law of variable proportion. Explain its production stages with schedule and diagram. **[20]**

OR

- b) Give the features of perfect competition and explain price determination under perfect competition.

**Q3) a)** Explain the process of credit creation of commercial banks with its limitations. **[20]**

OR

- b) What are the causes of inflation? Explain anti-inflationary measures.

**P.T.O.**

**Q4) a)** Critically evaluate the J.B. Say's law of market.

**[20]**

**OR**

b) State the causes of increase in public expenditure. Explain its consequences.

**Q5) Write short notes (Any Four)**

**[20]**

- a) Basic assumptions
- b) Indirect taxes
- c) Total and marginal utility
- d) Balance sheet of a bank
- e) National income

