



Reg. No.

INTERNATIONAL CENTRE FOR APPLIED SCIENCES

(Manipal University)

IV SEMESTER B.S. DEGREE EXAMINATION – NOV. / DEC. 2016

SUBJECT: ECONOMIC ANALYSIS (HS 243)

Saturday, 26 November 2016

Time: 3 Hours

Max. Marks: 100

- ✓ **Answer ANY FIVE FULL Questions.**
- ✓ **Draw diagrams wherever necessary.**

1. A. What is “Monopoly”? What are its types? Explain the equilibrium under Monopoly.
1. B. Explain the features of oligopolistic market situation. (15+5=20 Marks)
2. A. Inflation is common in some degree or in some form or the other. It is classified into various types based on different criteria. List out the various types of inflation which is prevailing in our economy.
2. B. What is individual demand? Enumerate the factors which influence individual demand for the product. (15+5=20 Marks)
3. A. Define “National income” and explain the different methods of measurement of the national income.
3. B. Explain the “Scarcity Definition” of economics. (15+5=20Marks)
4. A. “Adjustment among different factors can be brought about in a long period. Thus all factors become variable in a long run.” With regard to the above statement elucidate the law of returns to scale based on the three stages of returns in the long run.
4. B. Define law of demand. With suitable examples discuss the exceptions to the law of Demand. (15+5=20Marks)
5. A. What is “Business Cycle”? What are its characteristics? Explain the different phases of a business cycle.
5. B. What is Price Discrimination? Explain the forms of price discrimination. (15+5=20Marks)

6.A. Fiscal policy plays a significant role in the economic development of advanced as well as developing economies and also in the modern era it subscribes to the major macro-economic goals. Identify the different objectives of fiscal policies in the developing economy.

6.B. Critically examine the various systems of monetary policy. (15+5=20Marks)

7.A. What do you mean by “Short Run”? Explain the behaviour of Short Run Cost Curves.

7.B. Distinguish between Fixed cost and Variable cost. (15+5=20 Marks)

8.A. Inflation has serious effects on the people and the economy. The effects of inflation are examined under two heads-economic effects and non-economic effects. Justify your answer by listing out the effects of inflation on production and distribution.

8.B. The law of diminishing marginal utility (DMU) states that the marginal utility of any good tends to decline as more of the good is consumed over a definite period of time. With regard to the above fact diagrammatically explain DMU. (15+5=20Marks)

