

Seat No. : _____

DC-150

December-2018

FY MBA Integrated, Sem.-I
Foundation Course in Economics

Time : 2:30 Hours]

[Max. Marks : 70

Instructions : (1) Attempt **all** questions.

(2) Draw diagrams wherever necessary.

(3) Be neat and legible.

1. (a) Give the definition of Economics and briefly explain its subject matter. **10**

OR

Define Market. Explain briefly the different types of market.

- (b) Differentiate between Macroeconomics and Microeconomics. **4**

2. Attempt any **two** from the following :

- (a) Describe the circular flow of income for a three sector economy. **7**

- (b) Discuss the various types of unemployment prevalent in an economy. **7**

- (c) What is meant by the equilibrium of firm and the industry ? Explain the conditions of equilibrium under perfect competition. **7**

3. (a) Critically examine the Theory of Marginal Productivity. **8**

OR

“Rent is paid for the original and indestructible power of the soil.” Explain

- (b) Distinguish between Gross Profit and Net Profit. Explain the nature of functions for which net profit is a reward. **6**

4. (a) Explain the characteristics, merits and demerits of Socialist Economy. **7**

- (b) Discuss the Fourastie’s theory to understand the developmental stages of an economy. Use illustration in support of your answer. **7**

5. Discuss the factors that hinder the process of industrialisation. **14**

OR

Elaborately discuss the classification of industries.

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