

CSM : 14

ECONOMICS

PAPER - I

Time Allowed : 3 hours

Full Marks : 100

Marks for each question is indicated against it.

Attempt any 5 (five) questions taking not more than 3 (three) questions from each Part.

PART A

1. How is the revealed preference hypothesis superior to the indifference curve analysis? Show how a consumer attains equilibrium according to the revealed preference hypothesis. **(6+14=20)**
2. Explain the terms Oligopoly and Duopoly. Explain the Kinked demand curve theory of Oligopoly. Bring out the weaknesses of this theory. **(2+12+6=20)**
3. Explain the classical theory of employment. On what grounds has it been criticized by Keynes? **(14+6=20)**
4. Explain critically the Liquidity Preference Theory of Interest. **(20)**

PART B

5. Explain the nature and scope of public finance. Point out the role of public finance as a tool of economic and social welfare. **(10+10=20)**
6. What do you mean by Balance of Payment? What are the measures adopted to check adverse Balance of Payment? **(4+16=20)**
7. What is Human Development Index (HDI)? Give its limitations as a measure of economic development and suggest measures. **(5+15=20)**
8. Distinguish between economic growth and economic development. Discuss the Human Development Index as an index of growth and development. **(5+15=20)**

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