

CSM : 15

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. Explain Consumer's equilibrium using indifference technique. Show how the Consumer's equilibrium is affected when there is a rise in money income. **(5+15=20)**
2. What is meant by Market Equilibrium? How is short-run and long-run price of a commodity determined in a competitive market? **(4+8+8=20)**
3. How is the rate of interest determined with the help of the IS-LM curves? **(20)**
4. Distinguish between Gross interest and Net interest. Explain the determination of the rate of interest according to the Neo-Classical Loanable Fund Theory of Interest. **(4+16=20)**

PART B

5. What are the objectives of qualitative or selective instruments of credit control of the Central Banks? Discuss these instruments. What are their limitations? **(4+12+4=20)**
6. Distinguish between BOP and BOT. Discuss the role of WTO in international economic integration. **(4+16=20)**
7. Critically examine the Lewis Model of Unlimited Supplies of labour. Is it applicable to overpopulated countries? **(15+5=20)**
8. Define Sustainable Development. How does environmental degradation affect Sustainable Development? Suggest corrective measures. **(4+10+6=20)**

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