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. Critically examine Revealed Preference theory of consumer’s behaviour. How is it superior to the Indifference Curve theory of consumer behaviour?  
   (15+5=20)

2. Is price and output under oligopoly indeterminate? Explain how price and output are determined under price leadership, in case of the dominant-firm price leader.  
   (10+10=20)

3. Examine how equilibrium is achieved in an open economy through the IS-LM analysis.  
   (20)

   (20)

PART - B

5. How is Friedman’s Quantity Theory of Money an improvement over the traditional quantity theory of money?  
   (20)

6. What are tariffs? What are the effects of tariffs on the economy? Discuss the theory of optimum tariff.  
   (2+6+12=20)

7. What is human capital formation? Discuss its role in economic growth. What are the problems faced in the process of human capital formation?  
   (3+10+7=20)

8. How would you like to measure economic development? What are the different indicators of economic development? Is human development index a good measure of development? Illustrate your answer.  
   (5+7+8=20)

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