Econ.1201   **Fundamentals of Agricultural Economics (2+0)**   **Marks: 50**
Time: 2 hours

I   **Fill in the blanks:**   (10x1=10)
1   Welfare definition is given by ------------------------
2   The science that makes distinction between good and bad ------------------------
3   The shape of ---------------cost curve is rectangular hyperbola
4   The slope of the indifference curve is called as ------------------------
5   The control of population due to famine is known as ---------------check.

State True or False
6   Goods that lead to easy living, make our life pleasant and also improve our working efficiency are called necessary goods.
7   If Mux >Px the consumer should consume more of x to get maximum satisfaction.
8   Changes in technology will lead to downward shift in the supply curve.
9   Wages paid in terms of money is called real wage.
10 Per capita income is national income minus corporate tax.

II   **Write Short notes on ANY FIVE of the following**   (5x2=10)
1   What is cross demand? Classify the goods based on the cross demand.
2   Division of labour.
3   Optimum theory of population.
4   Liquidity preference theory of interest.
5   Canons of taxation.
6   Consumer surplus and its importance.
7   Capital formation

III   **Answer ANY FIVE of the following**   (5x4=20)
1   What are different types of economy? Explain in detail the merits and demerits of all types of economy.
2   State Law of diminishing marginal utility. List out the assumptions of law.
3   Ricardian theory of rent with suitable diagrams.
4   Characteristics and function of Entrepreneur and different forms of business organizations.
5   Basic features of perfectly competitive and imperfect markets.
6   Define Law of Supply and explain the factors influencing supply and Elasticity of Supply.
7   Define indifference curve. Explain the properties of indifference curves.

IV   **Write an essay on ANY ONE of the following**   (1x10=10)
1   Write an essay on inflation the types, causes and consequences of inflation and all the measures to control inflation.
2   Explain various concepts of national income and different methods of measuring national income.

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