



**KERALA AGRICULTURAL UNIVERSITY**  
**B.Sc. (Hons.) Ag. 2018 admission**  
**II Semester Final Examination-July-2019**

**Econ.1201**

**Fundamentals of Agricultural Economics (2+0)**

**Marks: 50**  
**Time: 2 hours**

**I Fill in the blanks (10x1=10)**

- 1 Paul Samuelson's definition of economics is known as.....
- 2 Laissez faire is being followed in.....
- 3 A method which examines the fact from particular to general for laying down general principles is called as.....
- 4 Reward to an entrepreneur for the functions he renders in productive activity is called as.....
- 5 A part of personal income after paying personal taxes is.....

**Match the following**

**A**

**B**

- |                                       |                         |
|---------------------------------------|-------------------------|
| 6 Welfare Economics                   | a Thomas Robert Malthus |
| 7 Law of Diminishing Marginal Utility | b Keynes                |
| 8 Theory of population                | c Hawley                |
| 9 Liquidity theory of Interest        | d Amartya Sen           |
| 10 Theory of Profit                   | e Alfred Marshal        |

**II Write short notes on ANY FIVE of the following (5x2=10)**

- 1 Write short notes on law of Equi marginal utility.
- 2 Describe the Malthusian theory on population.
- 3 Give brief note on Canons of public expenditure.
- 4 What is Net profit and Gross profit?
- 5 Write short notes on derived demand.
- 6 Briefly explain about nominal and real wages.
- 7 Explain about pure interest and gross interest.

**III Answer ANY FIVE of the following (5x4=20)**

- 1 Differentiate Micro economics and Macro economics.
- 2 Write characteristics of wants.
- 3 Define consumer surplus and explain its importance.
- 4 State law of demand and explain the factors influencing demand.
- 5 Explain income and substitution effect.
- 6 What are the implications of Engel's Law on Family Expenditure?
- 7 Explain about different functions of money.

**IV Write an essay on ANY ONE of the following (1x10=10)**

- 1 Discuss Economics as a science Vs art and write about subject matter of economics.
- 2 Write an essay on different theories of profit.

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