KERALA AGRICULTURAL UNIVERSITY
B.Sc. (Hons.) Forestry 2017 Admission
I Semester Final Examination-March-2018

Bass.1104   Basic Economics (1+0)   Marks: 50
                                                                        Time: 2 hours

I   **Fill in the blanks**   (10x1=10)
. 1   Lionel Robbins definition of economics is known as ....
  2   .... refers to the creation of wealth
  3   Good and service that has no price is called ....

      Match the following
  4   Arc Method   a   Bungalow
  5   $\dfrac{MU_x}{P_x} = \dfrac{MU_y}{P_y} = MU_m$ b   Measurement of elasticity
  6   Luxury Goods   c   Equi-marginal utility

      State True or False
  7   Inflation is defined as an increase in the average level of prices
  8   The produced means of further production is called as organization

      Define the following
  9   Isoquant
  10 Utility

II   **Write Short notes on ANY FIVE of the following**   (5x2=10)
  1   Brief the circular flow of money
  2   What are the characteristics of human wants
  3   Write the assumptions of law of diminishing marginal utility
  4   Increases and decreases in demand- Diagrammatically explain the concept
  5   Define elasticity of demand and list out the types of elasticity of demand
  6   Land and its characteristics – discuss
  7   Brief the Malthusian theory of population

III   **Answer ANY FIVE of the following**   (5x4=20)
  1   Explain the traditional approach to study of economics
  2   Explain the different types of human wants
  3   Define law of equi-marginal utility. Explain how the consumer attains maximum satisfaction.
  4   Define consumer surplus and explain the measurement of consumer surplus. Brief the importance of consumer surplus.
  5   Explain the law of supply with an example and state the factors determining supply
  6   Explain the different forms of business organization
  7   Elucidate the causes and control measures of inflation

IV   **Write an Essay on ANY ONE of the following**   (1x10=10)
  1   Explain how the consumer attains equilibrium through cardinal utility analysis with assumptions and graphical illustrations. Write the limitations and practical application.
  2   Define production. Explain any three factors of production in detail.

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