

MAHATMA GANDHI UNIVERSITY, KOTTAYAM

MGU-UGP (HONOURS)

FIRST SEMESTER EXAMINATION

(2024 ADMISION ONWARDS)

MG1DSCECO100 – Essentials of Economics-I

Duration: 2 hrs

Maximum Marks: 70

Students should attempt at least one question from each course outcome to enhance their overall outcome attainability.

Part A

Short Answer Type Questions

Answer 10 Questions

Each question carries 2 marks

1. What is supply function? [U] [2]
2. Define consumer surplus [K] [4]
3. What is macro Economics and its scope [U] [1]
4. A consumer is willing to pay Rs.200 for a movie ticket. But the price of the movie ticket is Rs.150. Calculate consumer surplus [An] [4]
5. Define scarcity definition of economics [K] [1]
6. Explain the reasons for safeguarding strategic industries through trade restrictions [U] [5]
7. List out different forms of trade restrictions [K] [5]
8. Critically evaluate whether taxes on buyers or sellers are more effective at achieving social goals such as reducing consumption of harmful goods. [E] [4]
9. What causes market failure [U] [4]
10. What is price elasticity of demand?. At price Rs 4, the demand for the good is 25 units. Suppose price of the good increases to Rs 5, and as a result, the demand for the good falls to 20 units. Calculate the price elasticity. [A] [2, 3]
11. Define quota [K] [5]
12. Examine upward movement along demand curve. [A] [2,3]
13. How does price of a good affects its demand. [U] [2]

14. Name two types of competitive market structure [K] [2]
15. Explain any two significance of economics. [U] [1]

[10 x 2 = 20]

Part B
Short Essay Type Questions

Answer 10 Questions

Each question carries 5 marks

16. Differentiate between positive and normative analysis [U] [1]
17. Describe the relationship between sellers' costs, producer surplus, and the supply curve [U] [4]
18. Describe the drawbacks of imposing trade restrictions [U] [5]
19. Diagrammatically explain extension and contraction in demand [An] [3]
20. Explain law of demand with suitable diagram [U] [2]
21. Compare the benefits and drawbacks of protecting infant industries. [U] [5]
22. What are the methods of measurement of elasticity of supply? [U] [2]
23. Evaluate the allocation of resources determined by free markets. [E] [4]
24. Explain the reasons for safeguarding infant industries through trade restrictions [U] [5]
25. Explain shift in supply using suitable diagram. [U] [2]
26. Provide a real life example for producer surplus [A] [4]
27. Why do economists use theory and observations to explain economic events ? [An] [1]
28. Explain what consumer surplus is and how it is calculated [A] [4]
29. Describe the determinants of price elasticity of demand [U] [3]
30. Compare point method and arc methods of elasticity of demand. [U] [3]

[10 x 5 = 50]

MAHATMA GANDHI UNIVERSITY , KOTTAYAM
MGU-UGP (HONOURS)
FIRST SEMESTER EXAMINATION
(2024 ADMISSION ONWARDS)

MG1MDCECO100- Economics and Finance in Everyday Life

Duration : 1.5 hrs

Maximum Marks: 50

Students should attempt at least one question from each course outcome to enhance their overall outcome attainability.

Part A
Short Answer Type Questions
Answer 10 questions
Each question carries 2 marks.

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| 1. Define opportunity cost. | [E] [1] |
| 2. How do informed decisions impact consumer behaviour? | [E] [1] |
| 3. Discuss Collateral in Credit | [U] [6] |
| 4. Define Credit Score. | [U] [6] |
| 5. Define bounded rationality. | [E] [1] |
| 6. What is stock market? | [An] [3] |
| 7. What are the methods used in Neuroeconomics? | [U] [2] |
| 8. What do you mean by value of money? | [U] [2] |
| 9. What is Spoofing? | [E] [4] |
| 10. What is money chain? | [E] [4] |
| 11. Why are fixed income securities considered worst investments during inflation? | [U] [5] |
| 12. If liquidity is a priority, will a person save? | [U] [5] |
| 13. Define social engineering. | [E] [4] |
| 14. Assess the virtual trading platforms . | [An] [3] |
| 15. What is time value of money? | [U] [2] |

(10 X 2 = 20)

Part B
Short Essay Type Questions
Answer 6 questions
Each question carries 5 marks

16. Justify the long-term benefits of maintaining a good credit score? [U] [6]
17. Explain the key factors that influence a credit score? [U] [6]
18. Analyse the impact of inflation on investment. [U] [5]
19. Analyse in detail the different segments within the securities market [An] [3]
20. Compare different procedures for starting equity trading in India. [An] [3]
21. List out the key characteristics of rational decision making. [E] [1]
22. Examine the impact of digitalization on investment activities. [E] [4]
23. Why is Altruism important in Economics? [U] [2]
24. Explain the impact of asymmetric information on decisions. [E] [1]
25. How does Impulsive buying affect an Individuals financial stability? [E] [4]

(6 x 5 = 30)