

Smt. M.M.K College of Commerce & Economics, Bandra (W)

SYJC Terminal Examination, 2018

Subject: Economics

Time: 1½hrs

Date: 22.10.2018

Marks: 40

Q.1.A. Rewrite the following sentences using appropriate words given in brackets. (3)

1. Demand curve has _____ slope.

(positive, vertical, horizontal, negative)

2. Demand for necessary goods is _____.

(elastic, unitary elastic, inelastic, perfectly elastic)

3. Marginal propensity to consume is _____ in developing countries.

(more, less, constant, zero)

B. Match the columns. (3)

(A)

1. Interdependence
2. Government Investment Expenditure
3. Car and petrol

(B)

- a. Substitute goods
- b. Complementary goods
- c. Macroeconomics
- e. Welfare oriented
- f. Microeconomics

C. State whether the following statements are True or False. (4)

1. Government expenditure is the only determinant of aggregate demand.
2. Desire means demand.
3. Total utility falls at point of satiety.
4. Goods which have many substitutes have elastic demand.

Q.2. Write short notes: (Any 2)

(6)

1. Types of utility.
2. Total expenditure method to measure elasticity of demand
3. Types of demand.

Q.3. Answer the following: (Any 2)

(8)

1. Explain the determinants of demand.
2. State and explain Prof .J.M. Keynes Psychological law of consumption.
3. Explain the determinants of elasticity of demand.

Q.4. Answer the following in detail: (Any 2)

(16)

1. Define price elasticity of demand. Explain it's types.
2. Define aggregate supply. What are it's determinants.
3. Explain the law of demand. What are it's exceptions?