PARUL UNIVERSITY FACULTY OF ARTS B.A Winter 2017 – 18 Examination

-	er: 1 Code: 15101102 Name: Elements of Economic Theory - I		Time: 10:30am to 1:00pm	
Instruct	tions:			
	estions are compulsory.			
•	es to the right indicate full marks.			
	suitable assumptions wherever necessary.			
4. Start 1	new question on new page.			
014	Choose the appropriate answer from t	he following	(08)	
1		to bring the resources together and develop new	(00)	
1	products, and start new businesses.	to bring the resources together and develop new		
	a) Entrepreneur	c) Human resources		
	b) Service	d) Resources		
2.	are factors of production	·		
2.	a) Land	c) Capital		
	b) Labour	d) All of the above		
3.	are the reward paid to the			
5.	a) wages	c) Interest		
	b) Rent	d) None of these		
4.		ayment which is made for the use of land only.		
4.		c) Quasi rent		
	a) Scarcity rentb) Economic rent	d) None of these		
=	,			
5.		art in the liquidity of someone.		
	a) Rent	c) profit		
(b) Interest	d) None of these		
6.	Net National Product =	-		
	a) GNP	c) PI		
-	b) GDP	d) None of these		
7.		ue of all final goods and services produced in year.		
	a) GDP	c) National income		
0	b) GNP	d) Personal income		
8.	Disposable income = Personal income			
	a) Personal Taxed	c) Personal saving		
0	b) Personal expenditure	d) All of the above		
9.	Goods are exchange in terms of goods is			
	a) Money system	c) Barter system		
	b) Bothe A and C	d) None of these		
10.	is creating Credit	-		
	a) Central Bank	c) Both A and B		
	b) Commercial Bank	d) None of these		
11.	Trade among the nations is			
	a) Domestic trade	c) International trade		
	b) Inter-regional trade	d) All of these		
12.	When foreign payment is greater than for	eign receipt Balance of Payment is in		
	a) Disequilibrium	C) Deficit		
	b) Surplus	d) Equilibrium		
13.	is a free gift of natur	e.		
	a) Land	c) capital		
	b) Labour	d) Building		

14.	wrote his essay on "Principle of Population" in 1798.	
	a) Robert Malthus c) M.D.Morries	
	b) J.B.Say d) None of these	
15.	is man-made.	
	a) Labour c) Capital	
	b) Land d) None of these	
16.	is the medium of exchange.	
	a) Capital c) Money	
	b) Land d) None of these	
Q.1 B	Give meaning.	(07)
	1. Balance of Payment 2. Organizer	
	3. Capital 4. Interest	
	5. Land 6. Money	
	7. GDP	
Q.2	Give answer of following questions.	
А.	Explain features of land.	(04)
В.	Discuss the functions of organizer.	(04)
C.	Explain types of inflation.	(04)
	OR	
C.	Explain types of money.	(04)
Q.3	Write a note on:	
А.	Source of Government revenue.	(05)
В.	Functions of Money.	(05)
C.	Credit creation Process.	(05)
	OR	
C.	Theory of profit.	(05)
Q.4 A	What is rate of interest? Explain liquidity preference theory of interest.	(06)
Q.4 B	Explain the importance of international trade.	(06)
Q.4 C	Discuss Malthusian theory of population.	(06)
	OR	
С	Explain functions of commercial banks.	(06)