

PARUL UNIVERSITY**FACULTY OF LAW****Integrated B.B.A. LL.B. Winter 2018 – 19 Examination****Semester: 1****Date: 11/12/2018****Subject Code: 16100105****Time: 10.30 am to 1.00 pm****Subject Name: Fundamental of Economics****Total Marks: 60****Instructions:**

1. All questions are compulsory.
2. Figures to the right indicate full marks.
3. Make suitable assumptions wherever necessary.
4. Start new question on new page.

Q.1 Do as directed.**A) Multiple choice type questions. (Each of one mark)****(06)**

- 1..The consumption of various unit of commodity is?
 - a) Cost
 - b) Demand
 - c) Utility
 - d) Marginal Utility
2. _____ defined as a measure of relative satisfaction gained or lost from an increase or decrease in the consumption of that good or service.
 - a) Utility
 - b) Marginal Utility
 - c) Total Utility
 - d) None
- 3.Creating goods and services means?
 - a) Consumption
 - b) Usage
 - c) Both a b
 - d) Production
- 4..Firms or Individuals or Regions or Countries producing some goods and services which they are best producing at is known as
 - a) Specialization
 - b) Skills
 - c) Distribution
 - d) None of the above
- 5.A _____ is used to illustrate opportunity cost.
 - a) possibility curve
 - b) productioncurve
 - c) production possibility curve
 - d) All of the above
6. _____ is the highest-valued option forgone
 - a) Opportunity cost
 - b) Production cost
 - c) Both a b
 - d) none of the above

B) Definitions / One-liners / Terms. (Each of one mark)**(06)**

1. Citrus Peribus
2. Equilibrium
3. Giffin Goods
4. Macro Economics
5. Horizontal FDI
6. Embargoes

Q.2 Numerical / Short Note Questions. (Each of 04 mark)**(12)**

1. Explain the benefits of International Trade
2. Why Economics is a science of choice?
3. Explain Micro economics in brief.

Q.3 Answer the following. (Any Three)**(18)**

1. Explain shifts in demand curve with the help of diagram.
2. Explain Expansion & contraction of Supply with the help of diagram.
3. Law of diminishing marginal utility with the help of Example.
4. Explain what is FDI. Also state its types and explain them in brief.

Q.4 Answer the following. (Any two)**(18)**

1. Explain the environment related to International Trade in detail.
- 2.Explain Law of demand in detail. Also construct a diagram for the same.
3. Explain what market equilibrium. Also construct diagram to explain the same.