Reg. No. : ....

Name : ....

SECOND SEMESTER BA LL.B (FIVE YEAR INTEGRATED) Degree Examination, April 2019

Paper III : MODERN ECONOMIC THEORY AND LAW

(2013 Admission)

Time : 3 Hours

Max. Marks : 80

1. Answer any **five** of the following. Each question carries 2 marks. Each answer should not exceed 50 words.

   (a) Opportunity cost.

   (b) Perfect competition.

   (c) Marginal revenue and average revenue.

   (d) Positive and normative economics.

   (e) Utility.

   (f) Consumption function.

   (g) Scarcity definition.

   (5 × 2 = 10 Marks)

2. Answer any **four** of the following. Each question carries 4 marks. Each answer should not exceed 120 words.

   (a) Kinked demand curve.

   (b) Circular flow of income.

   (c) Features of Monopoly.

   (d) Effective demand.

   (e) Breakeven point.

   (4 × 4 = 16 Marks)

3. Answer any **four** of the following. Each question carries 6 marks.

   (a) Explain the law of diminishing marginal utility.

   (b) Explain consumer surplus.

   (c) What do you mean by demand forecasting?

   (d) Explain the relationship between AC and MC.

   (e) What do you mean by Keynesian consumption function?

   (f) Explain the inter relationship between economics and law.

   (4 × 6 = 24 Marks)

4. Answer any **three** of the following. Each question carries 10 marks each.

   (a) Explain the Classical theory of output and employment.

   (b) Explain the marginal conditions for the attainment of Pareto optimality.

   (c) What are the features of Perfect competition and explain how price and output are determined in perfect competition?

   (d) What do you mean by National Income? What are the difficulties in the estimation of national income?

   (e) Explain Indifference curve. How the consumer reaches equilibrium under indifference curve approach?

   (3 × 10 = 30 Marks)

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