(Pages : 2)   **A – 6310**

Reg. No. : ....

Name : ....

Second Semester B.A. LL.B. (Five Year Integrated) Degree Examination, September 2016
Paper – III : MODERN ECONOMIC THEORY AND LAW

Time : 3 Hours   Max. Marks : 80

I. Explain **any five** of the following. **Each** question carries **2** marks. Answers should **not** exceed **50** words **each**.

   a) Cardinal utility

   b) Law of demand

   c) Normative economics

   d) Welfare definition of economics

   e) Stock

   f) Break even point

   g) Monopoly.   **(5×2=10 Marks)**

II. Answer **any four** of the following. **Each** question carries **4** marks. Answers should **not** exceed **120** words **each**.

   a) Distinguish between marginal cost and average cost

   b) Product differentiation

   c) Opportunity cost

   d) Economic system

   e) Consumer equilibrium.   **(4×4=16 Marks)**

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

   a) Kinked demand curve

   b) Income method of national income estimation

   c) Pareto optimality

   d) Scarcity definition of economics

   e) Properties of indifference curve analysis

   f) Says law of market.   **(4×6=24 Marks)**

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

   a) Elaborate on monopolistic competition. Explain how price and output are determined in monopolistic competition.

   b) Explain Keynesian consumption function.

   c) Explain the concepts of total, average and marginal cost. Explain the relationship between total, average and marginal cost curves with the help of a diagram.

   d) Briefly explain the nature and scope of economics. Examine the approach of law and economics in social welfare.

   e) Critically examine the law of diminishing marginal utility.   **(3×10=30 Marks)**

   _____