D1BEC2501

Name: .....

Reg. No.: .....

FIRST SEMESTER BA FYUGP EXAMINATION, NOVEMBER 2025

(Regular/Improvement/Supplementary)

ECONOMICS

MAJOR

ECO1CJ101: PRINCIPLES OF ECONOMICS

Time: 2 Hours **Maximum Marks: 70**

M: Mark BL: Bloom's Taxonomy Level (1 to 6) CO: Course Outcome

Section A: Answer all questions. Each carries 3 marks.
Ceiling: 24 Marks

No.	Question	M	BL	CO
1.	Explain the tradeoff between "clean environment and a high level of income"	3	4	CO3 CO5 CO6
2.	Why marginal changes are important in decision making?	3	5	CO1 CO4 CO5
3.	Who are the economic decision makers in market economy?	3	2	CO1 CO4 CO5
4.	Explain market power with examples.	3	5	CO4 CO5 CO6
5.	What are the two reasons why policy makers do not always follow economists' advice?	3	6	CO5 CO6
6.	How does scarcity affect economic decision making?	3	2	CO1 CO2
7.	Budget line is with negative slope. Explain.	3	5	CO4 CO5 CO6
8.	How self-interest drive efficiency in the utilization of resources and economic development?	3	5	CO3 CO4 CO5 CO6
9.	What is total cost?	3	1	CO1 CO2 CO3 CO4
10.	What do you mean by the organization of production?	3	5	CO1 CO3 CO5 CO6

Section B: Answer all questions. Each carries 6 marks.
Ceiling: 36 Marks.

No.	Question	M	BL	CO
11.	Why might there be a trade-off between equity and efficiency?	6	2	CO1 CO4 CO5
12.	State the role of public policy as instrumental in improving standard of living.	6	3	CO1 CO2 CO4 CO6
13.	Explain the circular-flow diagram.	6	2	CO1 CO2 CO3
14.	Explain how points on, inside and outside the PPF represent different levels of efficiency and feasibility of the economy.	6	5	CO2 CO3 CO4
15.	Define economic perspective. State the features of economics perspectives?	6	4	CO1 CO2 CO3
16.	What is the significance of entrepreneurial ability as an economic resource in production?	6	3	CO3 CO4 CO5 CO6
17.	How do the Advances in Technology affect an economy? What will be the impact of a technological development on PPF?	6	6	CO3 CO4 CO5 CO6
18.	Explain the role of economic efficiency in determining what goods and service should be produced.	6	4	CO1 CO2 CO3 CO4 CO5 CO6

Section C: Answer any one question. Each carries 10 marks. (1 x 10 = 10 marks)

No.	Question	M	BL	CO
19.	Discuss the role of positive economics in providing a foundation for economic analysis and decision making. How does it differ from normative economics?	10	3	CO1 CO2 CO3 CO4
20.	Explain Command system. What is the role of government in command system? Discuss the reasons for the collapse of command system.	10	2	CO1 CO2 CO3 CO4 CO5 CO6