**Economics**

Reg.No. :

I.Answer all the questions.
II.Use blue pen only.
III.Question number 16 is compulsory.

Time : 01:30:00 Hrs                                                                                            Total Marks : 90

**Part-A**                                                                                                         5 x 1 = 5

1) The Great Depression occurred in the year

   (a) 1929    (b) 1939    (c) 1949    (d) 1959

2) Say's law of markets denied possibility of general

   (a) Under-production    (b) low level of production    (c) Over-production    (d) none of the above

3) J.B.Say was

   (a) An American economist    (b) An Indian economist    (c) An Australian economist    (d) A French economist

4) J.B.Say wrote a book called

   (a) An enquiry into Nature and Causes of the wealth of Nations    (b) Political economy    (c) Treatise of Political Economy    (d) Das Capital

5) J.B.Say's law can be summarized as

   (a) demand creates its own supply    (b) supply creates its own demand    (c) the point of intersection of demand and supply    (d) None of the above

**Part-B**                                                                                                        5 x 3 = 15

6) Name the prominent classical economists.

7) Describe the 'Classical Theory of Full Employment'.

8) Bring out the important aspects of income and employment determination by Keynes.

9) What is Aggregate demand and Aggregate Supply?

10) What are the four catagories of spending?

**Part-C**                                                                                                        5 x 10 = 50

11) Describe the Saving Function.

12) Describe Investment Function.

13) Bring out the importance of interest with the help of Liquidity Preference Theory.

14) Discuss the multiplier effect as the ultimate determinant of income and employment.

15) Discuss the importance of Government spending.

**Part-D**                                                                                                        1 x 20 = 20

16) a)    Explain classical theory of full employment.

                                                            **(OR)**

    b)    Explain the following:

       1. Consumption function

       2. Saving function

       3. Investment function


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