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Register Number:

DATE:

**ST JOSEPH’S COLLEGE (AUTONOMOUS), BANGALORE - 27**

**SEMESTER EXAMINATION- OCTOBER-2021**

(Examination conducted in January-March 2022)

**MA ECONOMICS- III SEMESTER**

**EC OE 9618: Basic Economics for Non-Economists**

### Duration: 1 ½ hrs Max Marks: 35

**This question paper has ONE printed page and THREE parts**

**PART A: Answer any FIVE of the following questions 5x2=10**

1. Differentiate between *micro* and *macro* economics.
2. Define Opportunity cost with an example.
3. Explain the concept of price elasticity of demand.
4. What is marginal propensity to consume?
5. What is inflation?
6. If foreign exchange rate becomes stronger, exports generally decrease. Why?
7. What is fiscal policy?

**PART B: Answer any THREE of the following questions 3x5=15**

1. Describe the Circular Flow of Income.
2. Why is entrepreneurship an important factor of production?
3. List two components of GDP and explain them briefly.
4. Write a note on the factors promoting economic growth.

**PART C: Answer any ONE of the following questions 1x10=10**

1. Discuss the demand-supply framework.
2. “Trade creates wealth.” Comment.