

**B.Tech. (CSBS) (CBCS - 2018 COURSE) Sem - II: WINTER- 2019**  
**SUBJECT: FUNDAMENTALS OF ECONOMICS**

Thursday 07/11/2019  
10:00 AM 01:00 PM

W-2019-3587  
Max. Marks: 60



**N.B.:**

- 1) All questions are **COMPULSORY**.
- 2) Figures to the right indicate **FULL** marks.
- 3) Assume suitable data wherever necessary.
- 4) Draw neat and labeled diagrams wherever necessary.

**Q.1** What is Price Elasticity? Explain ranges of Price Elasticity with diagram. (10)

**OR**

What is meant by Price Flooring & Price Ceiling? Give examples. What happens to equilibrium supply & demand if a price floor is set below equilibrium price? Explain with diagram.

**Q.2** A college student has two options for meal, eating at dining hall for 50 per meal or having a cup of soup for Rs.20. Weekly food budget is Rs.100. Draw budget constraint showing tradeoff between meals & cup of soup. (10)

**OR**

Draw consumer's indifference curves for Apples and Oranges. Explain properties of these indifference curve.

**Q.3** Describe features of Monopoly with examples. Determine Price and Output in short run with suitable diagrams. (10)

**OR**

Define Cost. Draw various cost curves for typical firm short run with explanation.

**Q.4** Describe the Keynesian model of income determination and Keynesian multiplier. (10)

**OR**

What is the role of government sector and external sector in macroeconomics? Explain with examples.

**OR**

**Q.5** Describe the role of RBI in development of Indian economy in detail. (10)

**OR**

Elaborate the significance of monetary policy for achieving macroeconomic objectives.

**Q.6** Indian economy is facing a challenge of unemployment. This is affecting growth of economy. Suggest suitable measures to reduce unemployment in India. (10)

**OR**

What is Unemployment? Explain various types of Unemployment.