

**B.B.A. (Part-I) Examination**  
**PRINCIPLES OF ECONOMICS (Old)**

Time : Three Hours]

[Maximum Marks : 80

**Note** :—(1) All **five** questions are compulsory.

(2) All questions carry equal marks.

(3) Give the diagram wherever necessary.

1. (a) What do you mean by 'Economics Laws' ? Write their importance and limitations. 16

**OR**

(b) Explain the kinds of elasticity of demand and types of its measurements. 16

2. (a) Explain the law of variable proportions with example and diagrams. 16

**OR**

(b) Explain the Internal and External economies and diseconomies. 16

3. (a) What is market ? 4

(b) Explain the characteristics of perfect competition. 4

(c) What is oligopoly ? 4

(d) Explain supply curve. 4

**OR**

(e) Explain the classification of market. 4

(f) Explain price determination under perfect competition in long period. 4

(g) Explain characteristics of monopolistic competition. 4

(h) Explain determinates of price under oligopoly. 4

4. (a) Define money. 4  
(b) Explain types of money. 4  
(c) Explain the meaning of credit creation. 4  
(d) Explain the causes of inflation. 4

**OR**

- (e) Explain the importance of money. 4  
(f) What is e-money ? 4  
(g) Explain the limitations of credit creation. 4  
(h) Explain the effects of deflation. 4
5. (a) Explain the scope of Banking. 4  
(b) Explain the types of finance. 4  
(c) Explain functions of commercial bank. 4  
(d) Explain "Foreign Direct - Investment". 4

**OR**

- (e) State the meaning of Bank. 4  
(f) Explain the role of finance in an Indian economy. 4  
(g) Explain the concept of finance. 4  
(h) Explain the significance of Banking. 4