Reg. No. : | | | | | | | | | | | | |

Question Paper Code: R2D06

B.E./B.Tech. DEGREE EXAMINATION, APRIL / MAY 2025

Second Semester

Computer Science and Business System

R21UCB206 INTRODUCTION TO ECONOMICS

(Regulations R2021)

Duration: Three hours Maximum: 100 Marks

Answer ALL Questions

PART A - (10 x 2 = 20 Marks)

1.	Define micro economics.	CO1-U
2.	Draw the diagram of supply curve.	CO1- U
3.	Define deadweight Loss.	CO1- U
4.	Define Welfare Economics.	CO1- U
5.	List out the sources of monopoly power.	CO1-U
6.	Mention the factors of Production which carry out the production.	CO2-App
7.	Difference between direct tax and Indirect tax	CO2-App
8.	Mention the applications of national income.	CO1-U
9.	State the Difficulties of Barter system.	CO1-U
10.	Define fiscal policy?	CO1-U

PART – B (5 x 16= 80 Marks)

11.	(a)	Apply the principles of demand by analyzing how changes in price, income, and consumer preferences affect the quantity demanded for a product, using relevant assumptions and illustrating the concept with a demand curve diagram.	CO2-App	(16)
		Or		
	(b)	Explain in detail about the Price of Elasticity of Demand & Supply with diagram.	CO2- App	(16)

12.	(a)	Consumer behavior begins with three basic assumptions about people's preferences for one market basket versus another shows several market baskets consisting of various amounts of food and clothing purchased on a monthly basis. Compare consumer behavior.	CO2- App	(16)
		Or		
	(b)	Analyze in detail about the activities of Price Ceiling & Price Floor.	CO2-App	(16)
13.	(a)	Briefly explain about the activities of production function and types.	CO2- App	(16)
		Or		
	(b)	Discuss about the cost curves and types of cost.	CO2-App	(16)
14.	(a)	Describe in detail about the activities in the import and export tax and types.	CO2-App	(16)
		Or		
	(b)	Explain about the National income and its components.	CO2- App	(16)
15.	(a)	Describe in detail about the activities in the unemployment.	CO2- App	(16)
		Or		
	(b)	A country experiences rising interest rates, leading businesses and individuals to adjust their cash holdings. How will this affect transaction and speculative demand for money? Should investors hold more cash or invest in assets? Justify your response using money demand principles.	CO2-App	(16)