Reg. No. : ☐☐☐☐☐☐☐☐☐☐☐☐

Question Paper Code: R2D06

B.E./B.Tech. DEGREE EXAMINATION, NOV 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.	Define Market Equilibrium.	CO1- U
3.	List out the activities involved in Consumer behavior.	CO1- U
4.	Consumer wants to buy an apple. He is willing to pay rupees 4, rather than go without it and the actual price of the apple is rupees 2.How to calculate consumer's surplus and explain.	CO1- U
5.	State the difference between price floors and price celling.	CO1- U
6.	List out the sources of monopoly power.	CO1- U
7.	Compare Direct tax and Indirect tax.	CO1- U
8.	Define GST.	CO1- U
9.	Define Monetary policy.	CO1- U
10.	Write about the difficulties of the Barter system.	CO1- U

PART – B (5 x 16= 80 Marks)

11. (a) Explain about the features of Equilibrium and Comparative Statics.   CO1- U   (16)

Or

(b) Give detail explanation on shift in demand and supply curve with diagram.   CO1- U   (16)

12. (a) If you were a market analyst studying consumer behavior, how would you use the three basic assumptions of consumer preferences to predict and explain why individuals choose one market basket (with different amounts of food and clothing) over another? Provide real-world examples to support your analysis.   CO2- App   (16)

Or

(b) "Imagine you are a government policymaker tasked with implementing either a price ceiling or a price floor in your country. Based on your choice, design a policy and predict its economic impact. Consider how businesses, consumers, and the government will react. Provide solutions to possible negative effects."   CO2- App   (16)

13. (a) Analyze details about the activities in the Equilibrium of a firm under perfect competition?   CO2- App   (16)

Or

(b) Analyze the activities in the production function and types.   CO2- App   (16)

14. (a) Explain about the National income and its components?   CO1- U   (16)

Or

(b) Discuss about the Keynesian model of income determination?   CO1- U   (16)

15. (a) Explain in detail the Demand for Money Transaction and the Speculative Demand.   CO1- U   (16)

Or

(b) Describe in detail about the activities in the unemployment.   CO1- U   (16)