

**M.A./M.Sc. 1st Semester Examination, 2011**

**ECONOMICS**

**PAPER – I (ECO- 101)**

*Full Marks : 40*

*Time : 2 hours*

*The figures in the right hand margin indicate marks*

*Candidates are required to give their answers in their own words as far as practicable*

*Illustrate the answers wherever necessary*

**GROUP – A**

1. Answer any *five* questions of the following : 2 x 5
- (a) Define the concept of division of labour.
  - (b) Explain the concept of effective demand.
  - (c) What do you mean by subsistence wage ?

- (d) Define productive labour.
- (e) Elucidate the concept of simple labour.
- (f) What do you mean by Ricardo effect ?
- (g) Define the rate of profit in Ricardian system.
- (h) Define the concept of 'invariable measure of value'.
- (i) Define comparative advantage.
- (j) What is surplus value ?

**GROUP – B**

Answer any *two* questions of the following : 5 x 2

- 2. Briefly explain the concept of stationary state in Ricardian system.
- 3. Discuss the equilibrium conditions under Extended Reproduction.
- 4. How does Karl Marx explain the falling tendency in the rate of profit ? What are its countervailing forces ?
- 5. Discuss the ideas of Smith on colonies.

GROUP – C

Answer any *two* questions of the following : 10 × 2

6. Illustrate the fundamental theorem of distribution of Ricardo.
  7. Discuss, after A. Smith, the weaknesses of the policy of subsidy to promote exports.
  8. Discuss why the transformation arises in Marxian economics.
  9. Discuss Ricardo's views on taxation and their effects on rent, profit and wages.
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