

Register No.: Name:

SAINTGITS COLLEGE OF ENGINEERING (AUTONOMOUS)

(AFFILIATED TO APJ ABDUL KALAM TECHNOLOGICAL UNIVERSITY, THIRUVANANTHAPURAM)

**SIXTH SEMESTER B.TECH DEGREE EXAMINATION (R), MAY 2023
COMMON TO CE,CS,EC,EE****(2020 SCHEME)****Course Code : 20HUT300****Course Name: Industrial Economics and Foreign Trade****Max. Marks : 100****Duration: 3 Hours****PART A*****(Answer all questions. Each question carries 3 marks)***

1. Recall the law of diminishing marginal utility. How is it related to demand curve?
2. Compare consumer surplus and producer surplus.
3. What do you mean by shutdown point?
4. Explain the relationship between marginal product and average product.
5. Differentiate between relative poverty and absolute poverty.
6. Classify banks on the basis of ownership.
7. Discuss the canons of public expenditure.
8. What are public goods? Give any two examples.
9. List any six disadvantages of international trade.
10. What is flexible exchange rate? List its advantages.

PART B***(Answer one full question from each module, each question carries 14 marks)*****MODULE I**

11. a) Compare Cardinal utility and Indifference curve approaches of consumer theory. (7)
- b) What are the properties of indifference curves? (7)

OR

12. a) Discuss the law of demand and explain the determinants of demand. (7)

- b) What do you mean by market equilibrium? Explain the changes in demand and supply on equilibrium price and quantity under the following situations: (7)
1. Increase in Demand
 2. If both demand and supply increases in the same proportion
 3. Decrease in Supply

MODULE II

13. a) Explain the law of variable proportion with the help of a diagram. (7)
- b) Construct the average cost, average variable cost, average fixed cost and marginal cost in a single diagram. Also explain the relation between marginal cost and average variable cost. (7)

OR

14. a) Distinguish between perfect competition and monopolistic competition. (7)
- b) Explain the producer's equilibrium and the conditions for achieving it. (7)

MODULE III

15. a) Analyze the various instruments of monetary policy to control inflation. (7)
- b) Identify the causes of unemployment in India. (7)

OR

16. a) Explain various phases of a business cycle. (7)
- b) Calculate GNP at MP by the Income and Expenditure method: (7)

Items	Rs.(in crores)
Domestic consumption	6,000
Profit	1,800
Depreciation	80
Net foreign investment	400
Wages	4500
Gross domestic investment	1,680
Interest	900
Rent	800

MODULE IV

17. a) Explain the different components of government budget. (7)
b) Analyze the canons of taxation. (7)

OR

18. a) Explain the remedial measures for market failure. (7)
b) Illustrate the different ways of redemption of public debt. (7)

MODULE V

19. a) Explain comparative cost advantage theory with the help of an example. (7)
b) Compare the tariff and non-tariff barriers to trade. (7)

OR

20. a) Discuss on the Balance of Payment and its components. (7)
b) Identify the arguments for and against protection. (7)
