

QP Code: 22/PT/11/I

**POST-GRADUATE COURSE**

**Term End Examination — June, 2022/December, 2022**

**ECONOMICS**

**Paper-I : HISTORY OF ECONOMIC THOUGHT**

Time : 2 hours ]

[ Full Marks : 50

Weightage of Marks : 80%

**Special credit will be given for precise and correct answer. Marks will be deducted for spelling mistakes, untidiness and illegible handwriting. The figures in the margin indicate full marks.**

**Use of scientific calculator is strictly prohibited.**

1. Answer any *four* of the following questions :  $2\frac{1}{2} \times 4 = 10$
- a) What is invisible hand ?
  - b) How is rent defined by Ricardo ?
  - c) What is socialism ?
  - d) What is surplus value, according to Marx ?
  - e) What is Engel's law ?
  - f) Distinguish between partial equilibrium and general equilibrium.
2. Answer any *four* of the following questions :  $5 \times 4 = 20$
- a) Distinguish between Mercantilist foreign trade policy and Adam Smith's foreign trade policy.
  - b) State Malthus' major arguments in favour of Corn Law.
  - c) Describe Marx's theory of falling tendency of the rate of profit.
  - d) How did Karl Menger resolve the diamond-water paradox ?

- e) How did Keynes differ from the classical economists in the context of labour market ?
  - f) How did Hicks separate price effect into income effect and substitution effect ?
3. Answer any *two* of the following questions : 10 × 2 = 20
- a) Explain the theory of comparative advantage as the basis for international trade.
  - b) Critically examine the Marxian Labour theory of value.
  - c) Discuss partial equilibrium theory, following Marshall.
  - d) Discuss how the IS and LM curves together simultaneously determine the equilibrium rate of interest and the equilibrium level of income.

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