

Time: 3 Hours**(REGULAR)****Max Marks: 100**

Instructions: Attempt any FIVE questions, Selecting TWO from **Micro Economics**, TWO from **Macro Economics** and ONE from Economic System.

MICRO ECONOMICS

1. (a) Distinguish change in Demand and change in Quantity Demand with the help of diagrams.
(b) Show and explain the income and substitution effect of a price change. When price of x decreases while the money income of the consumer and price of commodity y remains constant.
2. (a) Describe with an example, how degrees of elasticity of a good is measured with the help of Total Expenditure Method?
(b) How goods are identified as Normal goods, inferior goods, Substitutes goods, Complementary goods and Essential goods using the concept of Elasticity of Demand?
3. Explain with the help of diagrams the short run Equilibrium of a Firm under
 - i. perfect Competition
 - ii. Monopoly
4. Write short notes on any TWO of the following:
 - i. Least cost factor combination
 - ii. Law of increasing Returns
 - iii. Iso quants
 - iv. internal Economies

MARCO ECONOMICS

5. (a) Define the term "Consumption" and distinguish between Autonomous and induced consumption.
(b) Explain the concept of "Multiplier" with the help of a diagram.
6. (a) Define any FOUR concepts of NATIONAL income.
(b) Explain how National income is measured through "Value-Added" method with one example
7. Equilibrium level of National income is determined when
 - i. Aggregate Demand= Aggregate supply and or
 - ii. Saving investment, prove with the help of diagrams.
8. Write short notes on any TWO of the following:
 - i. Objectives of Monetary policy
 - ii. Marginal Efficiency of capital
 - iii. Inflationary & Deflationary Gaps
 - iv. Acceleration principles

ECONOMIC SYSTEM

9. Economic System of Islam is superior to both Capitalist and socialist economic system. Discuss the key features of Economic System of Islam.
10. Discuss the salient features and working of Mixed Economic system.

ECONOMIC ANALYSIS & POLICY 2018

Time: 3 Hours

(REGULAR)

Max Marks: 100

Instructions: Attempt any FIVE questions, Selecting TWO from **Micro Economics**, TWO from **Macro Economics** and ONE from Economic System.

MICRO ECONOMICS

1. (a) What is the difference between Price elasticity of demand and income elasticity of demand?
(b) How price elasticity of demand is measured through Total outlay method? Explain
2. (a) Analyzed the least cost combination with the help of is cost and Iso-quant curves.
(b) How equilibrium of Producer is achieved with Iso-Quant Analysis. Explain.
3. (a) Difference between Monopolistic Competition and Perfect Competition.
(b) Explain the short run equilibrium of a firm under perfect completion with the help of four diagrams.
4. Write notes on any two of the following:
 - i. Characteristics of Indifference Curves.
 - ii. Law of Diminishing Return
 - (iii) Micro and Macro Economics.

MACRO ECONOMICS

5. (a) Discuss the various methods of computing the National Income.
(b) What is importance in Macro Economics?
6. (a) Difference between Marginal Propensity to save and Average Propensity to save with the help of numerical examples.
(b) Explain in detail the determinants of savings in an economy.
7. State and explain the Keynesian theory of income and Employment with the help of a diagram.
8. Write notes on any two of the following:
 - i. Inflationary and Deflationary Gaps.
 - ii. Kinds of Unemployment
 - iii. Comparison between Principles of Multiplier and Acceleration.
 - iv. Tools of Monetary and Fiscal Policies.

ECONOMIC SYSTEM

9. Give detailed comparison among Islamic Economics . System, Socialism and Capitalism.
10. (a) Elaborate four central problems of an economy.
(b) How these problems are solved under Mixed Economic System? Explain.

Instructions: Attempt any FIVE questions, Selecting TWO from **Micro Economics**, TWO from **Macro Economics** and ONE from Economic System.

MICRO ECONOMICS

1. Describe the importance of studying "Economics" as a subject to different segments of society,
(b) Explain Consumer's Equilibrium with the help of indifference Curve Technique when price of "x" decreases, while price of "y" and income of consumer remain the same.
2. (a) Define the Price Elasticity of Demand. Describe the Degrees of Price Elasticity of Demand.
(b) Explain with the help of diagram short run equilibrium of a firm under perfect Competition.
3. Law of Diminishing Returns asserts that eventually marginal product decreases if we increase one factor of production while held constant all other factors. Explain this law with diagram.
(b) Explain the Marginal Productivity Theory.
4. Write notes on any TWO of the following:
 - i. Law of Demand
 - ii. Law of Diminishing Marginal Utility .
 - iii. Monopoly
 - iv. ISO-Quant Curves

MACRO ECONOMICS

5. (a) Explain various concepts of National Income.
(b) Describe any ONE method of measuring National Income of a country.
6. Equilibrium level of National Income is determined where
 - i. $AD = AS$ and/or
 - ii. $S = I$; prove it with the help of diagram.
7. (a) Differentiate between Autonomous Investment and Induced Investment.
(b) Differentiate between consumption and consumption function.
8. Write notes on any TWO of the following:-
 - i. Kinds of Unemployment
 - ii. Objectives of Monetary Policy
 - iii. Saving Function
 - iv. Acceleration Principle

ECONOMIC SYSTEM

9. Describe the objectives and salient features of economic system of Islam.
10. Compare the basic features of Western economic systems of Capitalism and Socialism.

Time: 3 Hours

(REGULAR)

Max Marks: 100

Instructions: Attempt any FIVE questions, Selecting TWO from **Micro Economics**, TWO from **Macro Economics** and ONE from Economic System.

MICRO ECONOMICS

1. (a) Using Indifference Curve Technique describe Consumer Equilibrium with the help of schedule and diagram.
(b) Explain the income and substitution effect of a price change with the help of diagram.
2. (a) Distinguish between Change in Demand and Change in Quantity demanded with the help of diagram.
(b) Income of a person is Rs.5,000. He uses 50 units of a good when income increases by 20%, consumption of the good declines by 40%.
Calculate:
 - i. New Income
 - ii. New Consumption
 - iii. Co-efficient of Income Elasticity of Demand
 - iv. State nature of good.
3. (a) State the characteristics of Monopolistic Competition.
(b) Explain the Short-run Equilibrium of a firm under Monopolistic Competition with the help of diagram.
4. Write notes on any two of the following:
 - i. Characteristics of ISO-Product Curve.
 - ii. Law of Diminishing Marginal Utility.
 - iii. Determinants of the size of market.
 - iv. Price Discrimination.

MACRO ECONOMICS

5. (a) Jot down the determinants of National Income.
(b) What are the determinants of Consumption Function?
(c) What measures must be taken to increase the propensity to consume?
6. (a) Define the term multiplier and deduce the equation
$$K = \frac{1}{1 - MPC}$$

(b) What are the limitations of the Multiplier?
(c) In an economy 25% of the additional income is saved. Calculate coefficient of multiplier.
7. Define and explain Principle of Effects Demand with the help of examples.
8. Write notes on any two of the following:
 - i. Objectives of Monetary Policy
 - ii. Determinants of Saving Function.

- iii. Phases of Trade Cycle.
- iv. Objectives and instruments of Fiscal Policy.

ECONOMIC SYSTEM

- 9. Highlight the features of Islamic Economic System and why it is better than other Economic System.
- 10. Discuss merits & demerits of Capitalist Economic System.

ECONOMIC ANALYSIS & POLICY 2017

Time: 3 Hours

(PRIVATE)

Max Marks: 100

Instructions: Attempt any FIVE questions, Selecting TWO from **Micro Economics**, TWO from **Macro Economics** and ONE from Economic System.

MICRO ECONOMICS

- 1. (a) Using indifference curve approach, explain consumer's equilibrium.
(b) Discuss the effects on consumer's equilibrium due to change in income.
- 2. (a) Define and explain price elasticity of demand.
(b) Differentiate between:
 - i. Price elasticity of demand.
 - ii. Cross elasticity of demand
 - iii. Income elasticity of demand.
- 3. (a) Compare Monopoly and Monopolistic Competition.
(b) Explain with the help of diagrams, the short run equilibrium of a firm under Monopoly.
- 4. Write short notes on any two of the following:
 - i. Micro and Macro Economics
 - ii. Internal and External Economics
 - iii. Economic and Accounting Profit
 - iv. Implicit and Explicit Cost.

MACRO ECONOMICS

- 5. (a) Define National Income.
(b) Distinguish between:
 - i. GNP and GDP
 - ii. GNP and NNP
 - iii. Personal Income (PI) and Disposable Personal Income (DPI)
- 6. (a) What is meant by effective demand?
(b) How the equilibrium level of National Income is determined? Explain with the help of a diagram.
- 7. (a) Distinguish between Autonomous Investment and Induced Investment.

(b) Describe the factors that determine the Marginal Efficiency of Capital (M.E.C).

8. Write short notes on any two of the following:
- Inflationary and Deflationary Gap
 - Average Propensity to Consume (APC) and Marginal Propensity to Consume (MPC)
 - Phases of Business Cycle (iv) Concept of Multiplier

ECONOMICS SYSTEM

9. What are the central problems of an Economy? How these are solved under mixed Economy.
10. Describe the objectives and salient features of Economic System of Islam.

ECONOMIC ANALYSIS & POLICY 2016

Time: 3 Hours

(REGULAR)

Max Marks: 100

Instructions: Attempt any FIVE questions, Selecting TWO from **Micro Economics**, TWO from **Macro Economics** and ONE from Economic System.

MICRO ECONOMICS

- (a) How can you justify that Professor Hick's approach is better approach for analyzing the consumer's behavior
(b) Draw an income Consumption Curve showing that 'x' is a superior goods and 'y' is an inferior goods.
- (a) Differentiate between "Income Elasticity" and "Cross Elasticity".
(b) When the price of Onion dropped from Rs.40 to 30 per . Kg. in a certain market the daily demand for Onion went up from 500 Kg to 700 Kg. Compute price Elasticity of demand and comment on the result.
- (a) Differentiate between Perfect Competition & Monopoly.
(b) Explain with the help of diagram the short run Equilibrium of a firm under perfect competition.
- Write notes on any two of the following:
 - Micro and Macro Analysis
 - Law of Diminishing Marginal returns
 - Economics of Scale
 - Production possibility curve.

MACRO ECONOMICS

- Define National income and differentiate between:
 - GNP and GDP
 - National Income at Market Price and National Income at Factor Cost.
- (a) Differentiate between Autonomous & induced Investment

- (b) Explain the concept of multiplier with the help of diagram and schedule.
7. Explain the Equilibrium level of National income when $AD = AS$ and $S = I$. Prove with the help of diagram.
 8. Write notes on any two of the following:
 - i. Objective of Monetary Policy
 - ii. Marginal Efficiency of Capital
 - iii. Kinds of Unemployment
 - iv. Inflationary and Deflationary Gap

ECONOMIC SYSTEM

9. Describe the objectives and salient features of Islamic Economic System.
10. Explain the merits and demerits of Capitalism.

ECONOMIC ANALYSIS & POLICY 2016

Time: 3 Hours

(PRIVATE)

Max Marks: 100

Instructions: Attempt any FIVE questions, Selecting TWO from **Micro Economics**, TWO from **Macro Economics** and ONE from Economic System.

MICRO ECONOMICS

1. (a) Describe consumer equilibrium with the help of diagram
(b) Distinguish between change in demand and change in quantity demanded with the help of examples.
2. Explain with the help of diagram short run equilibrium of a firm under
 - i. Monopoly
 - ii. Perfect Competition.
3. (a) Explain the law of increasing return with the help of schedule.
(b) Why law of increasing return is also called as law of diminishing cost?
4. Write notes on any of the following:
 - i. Characteristics of Indifference Curve
 - ii. Substitution Effect
 - iii. Isoquant & Isocost
 - iv. Relationship between average cost and marginal cost

MACRO ECONOMICS

5. (a) What does investment mean in economics? Describe its kinds.
(b) With the help of factors affecting investment, draw investment Demand Curve.
6. (a) Explain the concept of multiplier and its effects on National Income.
(b) With Investment increase of Rs.25,000 and mpc being 0.25, what would be the value of multiplier and its effect on National Income.

7. Define and illustrate the concept of inflationary and deflationary gap. How does gap can be eliminated? Discuss.
8. Write notes on any two of the following:
 - i. Inflation
 - ii. Objective of Fiscal Policy
 - iii. Acceleration Principle
 - iv. Kinds of Unemployment

ECONOMIC SYSTEM

9. "Economic system of Islam no doubt shares some common features of capitalism and socialism but it has its own identity." Elaborate.
10. How does price mechanism help in performing the basic functions of an economic system under free enterprises economy. Discuss.

ECONOMIC ANALYSIS & POLICY 2015

Time: 3 Hours

(REGULAR)

Max Marks: 100

Instructions: Attempt any FIVE questions, Selecting TWO from **Micro Economics**, TWO from **Macro Economics** and ONE from Economic System.

MICRO ECONOMICS

1. (a) Explain the concept of opportunity cost with the help of production possibility curve.
(b) Income and Substitution effects are two components of price effect. Explain these effects with the help of indifference curve technique.
2. (a) Explain why demand curve for normal goods is downward sloping to the right.
(b) When the price of potatoes dropped from Rs.40 to Rs.30 per kg in a certain market, the daily demand for potatoes went up from 500 kgs to 700 kgs. Compute price elasticity of demand and comment on the result.
3. (a) What is kinked demand curve? Explain with the help of diagram.
(b) Explain with the help of diagrams the short-run equilibrium of a firm under monopolistic competition.
4. Write short notes on any TWO of the following:
 - i. Explicit and Implicit Cost
 - ii. Least Cost factor combination
 - iii. Economies of Scale
 - iv. Law of Equal, Marginal Utility
 - v. Law of Variable Proportion

MACRO ECONOMICS

5. (a) Distinguish between GDP at market price and GDP at factor price.
(b) Explain any one approach of measurement of GDP.

6. (a) If consumption function is $C = 500 + 0.75 y$, find the value of multiplier.
(b) Explain Keynesian theory of income and employment.
7. (a) What do you mean by marginal efficiency of capital? Describe Its determinants.
(b) What do you mean by expansionary and contractionary fiscal policies? Explain how these policies can be used to achieve economic objective.
8. Write short notes on any TWO of the following:
 - i. Accelerator Coefficient
 - ii. Kinds of unemployment
 - iii. Output Gap
 - iv. Saving Function

ECONOMIC SYSTEM

9. (a) What are the central problems of an economy?
(b) How these problems are resolved under mixed and capitalist economic system.
10. Describe the objectives and salient features of Islamic Economic System.

ECONOMIC ANALYSIS & POLICY 2015

Time: 3 Hours

(PRIVATE)

Max Marks: 100

Instructions: Attempt any FIVE questions, Selecting TWO from **Micro Economics**, TWO from **Macro Economics** and ONE from Economic System.

MICRO ECONOMICS

1. (a) What is meant by consumer's equilibrium?
(b) Explain the income effect with the help of indifference curve.
2. (a) Define Price Elasticity of Demand.
(b) Define various types of elasticity's with the help of examples.
3. (a) Distinguish between Monopoly and Perfect Competition.
(b) Explain with the help of diagram the short-run equilibrium of a firm under perfect competition.
4. Write short notes on any two of the following:
 - (i) Average and Marginal Cost.
 - (ii) Micro and Macro Economics
 - (iii) Internal and External Economics.
 - (iv) Price Discrimination.

MACRO ECONOMICS

5. (a) Define National Income and explain its various concepts
(b) Differentiate between the following:
 - (i) GNP and GDP
 - (ii) Personal Income and Disposable Personal income
6. (a) Distinguish between Consumption and Consumption function
(b) Why the long-run MPC is greater than the short-run MPC
7. (a) How the equilibrium level of National Income is determined?

- (b) Does equilibrium always take Place of full employment level? Discuss.
8. Write short notes on any two of the following:
- (i) Liquidity Trap.
 - (ii) Business Cycle.
 - (iii) Induced Investment and Autonomous Investment
 - (iv) Objectives of Monetary Policy

ECONOMICS system

9. Describe the objectives and salient features of economic system of Islam?
10. (a) What are the basic economic problems?
(b) How do the capitalism and socialism address the basic economic problems?

CSBF

Economics

2016

Time: 3 Hours

(Regular)

Max. Marks: 100

NOTE: 1) Attempt any FIVE questions. Selecting TWO from Micro Economics, TWO from Macro Economics and ONE from Economic System.

MICRO ECONOMICS (40 - Marks)

1. a) How you can justify that Professor Hick's approach is better approach for analyzing the consumer's behavior.
b) Draw an Income Consumption Curve showing that 'x' is a superior good and 'y' is an Inferior good.
2. a) Differentiate between "Income Elasticity" and "Cross Elasticity".
b) When the price of Onion dropped from Rs.40 to 30 per Kg. In a certain market, the daily demand for Onion went up from 90 Kg to 700 Kg. Compute price Elasticity of demand and comment on the result.
3. a) Differentiate between "Perfect Competition" and "Monopoly".
b) Explain with the help of diagram the short run Equilibrium of a Firm under "Perfect Competition"
4. Write notes on any TWO of the following:
 - (i) Micro and Macro Analysis
 - (ii) Law of Diminishing Marginal returns
 - (iii) Economies of Scale
 - (iv) Production possibility curve

MACRO ECONOMICS (40 - Marks}

5. Define National Income and differentiate between:
 - (i) GNP and GDP
 - ii) National Income at Market Price and National Income at Factor Cost.
6. a) Differentiate between Autonomous and Induced Investment.
b) Explain the concept of multiplier with the help of diagram and schedule.
7. Explain the Equilibrium level of National Income when $AD = AS$ and $S = I$. Prove with the help of diagram.
8. Write notes on any TWO of the following:
 - (i) Objective of Monetary Policy

- (ii) Marginal Efficiency of Capital
- (iii) Kinds of Unemployment
- (iv) Inflationary and Deflationary Gap

ECONOMIC SYSTEM (20 - Marks)

- 9. Describe the objectives and salient features of Islamic Economic System.
- 10. Explain the merits and demerits of Capitalism.

Economics

2016

Time: 3 Hours

(Private)

Max. Marks: 100

NOTE: 1) Attempt any FIVE questions. Selecting TWO from Micro Economics, TWO from Macro Economics and ONE from Economic System.

MICRO ECONOMICS (40 - Marks)

- 1. a) Describe consumer's equilibrium with the help of diagram.
b) Distinguish between change in demand and change in quantity demanded with the help of examples.
- 2. Explain with the help of diagram short run equilibrium of a firm under
(i) Monopoly (ii) Perfect Competition.
- 3. a) Explain the law of increasing return with the help of schedule.
b) Why law of increasing return is also called as law of diminishing cost?
- 4. Write notes on any TWO of the following:
 - i) Characteristics of Indifference Curve
 - ii) Substitution Effect
 - iii) isoquant & Isocost
 - iv) Relationship between average cost and marginal cost

MACRO ECONOMICS (40 - Marks)

- 5. a) What does investment mean in economics? Describe its kinds.
b) With the help of factors affecting investment, Draw Investment Demand Curve.
- 6. a) Explain the concept of multiplier and its effects on National Income.
b) With investment increase of Rs.25,000 and mpc being 0.25,
what would be the value of multiplier and its effect on National income.
- 7. Define and illustrate the concept of inflationary and deflationary gap. How does gap can be eliminated? Discuss.
- 8. Write notes on any TWO of the following:
 - i) Inflation
 - ii) Objective of Fiscal Policy
 - iii) Kinds of Unemployment
 - iv) Acceleration Principle

ECONOMIC SYSTEM (20 - Marks)

9."Economic system of Islam no doubt shares some common features of capitalism and socialism but it has its own identity.'. Elaborate.

10. How does price mechanism help in performing the basic functions of an economic system under free enterprises economy. Discuss.

Economics

2015

Time: 3 Hours

(Regular)

Max. Marks: 100

NOTE: 1) Attempt any FIVE questions. Selecting TWO from Micro Economics, TWO from Macro Economics and ONE from Economic System.

MICRO ECONOMICS

1. a) Explain the concept of opportunity cost with the help of production possibility curve.
b) Income and Substitution effects are two components of price effect. Explain these effects with the help of indifference curve technique.
2. a) Explain why demand curve for normal goods is downward sloping to the right.
b) When the price of potatoes dropped from 40 kg to Rs 30 per kg in a certain market, the daily demand for potatoes went up from 500 kgs to 700 kgs. Compute price elasticity of demand and comment on the result
3. a) What is kinked demand curve? Explain with the help diagram.
b) Explain with the help of diagrams the short-run equilibrium of firm under monopolistic competition.
4. Write short notes on any TWO of the following:
 - (i) Explicit and Implicit Cost
 - (ii) Least Cost factor combination (iii) Economies of Scale
 - (iv) Law of Equi. Marginal Utility
 - (v) Law of Variable Proportion

MACRO ECONOMICS

5. a) Distinguish between GDP at market price and GDP at factor price.
b) Explain any one approach of measurement of GDP.
6. a) If consumption function is $C = 500 + 0.75y$, find the value of multiplier,
b) Explain Keynesian theory of income and employment
7. a) What do you mean by marginal efficiency of capital? Describe its determinants.

b) What do you mean by expansionary and contractionary fiscal policies? Explain how these policies can be used to achieve economic objective.

8. Write short notes on any TWO of the following:

(i) Accelerator Coefficient (ii) Kinds of unemployment (iii) Output Gap

(iv) Saving Function

ECONOMIC SYSTEM

9. a) What are the central problems of an economy?

b) How these problems are resolved under mixed and capitalist economic system.

10. Describe the objectives and salient features of Islamic Economic System.

Economics

2015

Time: 3 Hours

(Private)

Max.Marks:100

NOTE: 1) Attempt any FIVE questions. Selecting TWO from Micro Economics, TWO from Macro Economics and ONE from Economic System.

MICRO ECONOMICS

1. a) What is meant by consumer's equilibrium?

b) Explain the income effect with the help of indifference curve.

2. a) Define Price Elasticity of Demand.

b) Define various types of elasticities with the help of examples.

3. a) Distinguish between Monopoly and Perfect Competition,

b) Explain with the help of diagram the short-run equilibrium of a firm under perfect competition.

4. Write short notes on any TWO of the following:

(i) Average and Marginal Cost (ii) Price Discrimination (iii) Micro and Macro Economics (iv) Internal and External Economies

MACRO ECONOMICS

5. a) Define National Income and explain its various concepts.

b) Differentiate between the following:

(i) GDP and GNP

(ii) Personal Income and Disposable Personal Income

6. a) Distinguish between Consumption and Consumption function.

b) Why the long-run MPC is greater than the short-run MPC.

7. a) How the equilibrium level of National Income is determined?

b) Does equilibrium always take place at full employment level? Discuss.

8. Write short notes on any TWO of the following:

(i) Liquidity Trap

- (ii) Induced investment and Autonomous investment
- (iii) Objectives of Monetary Policy
- (iv) Business Cycle

ECONOMIC SYSTEM

9. Describe the objectives and salient features of economic system of Islam?
10. a) What are the basic economics problems?
b) How do the capitalism and socialism address the basic economic problems?

Economics

2014

Time: 3 Hours

(Regular)

Max. Marks: 100

NOTE: 1) Attempt any FIVE questions. Selecting TWO from Micro Economics, TWO from Macro Economics and ONE from Economic System.

MICRO ECONOMICS

1. a) How can you justify that Professor HICK'S approach is better approach for analyzing the consumer's behavior.
b) Draw an income consumption curve showing that "x" is a superior goods and "y" is an inferior goods.
2. a) Explain with examples the significance of the value of goods cross elasticity in relation to its substitute and complementary goods.
b) Discuss whether the demand for mobile phone is likely to be elastic or inelastic.
3. a) Draw supply curve of a firm.
b) When a firm shuts down his business? Discuss with help of diagram.
4. Give the suitable justification:
(i) Why cost curve average locates above on average variable cost curve?
(ii) Why marginal and average revenue curve are downward slope shape in imperfect competition?
(iii) Why law of diminishing return specially applied on agriculture sectors? ,
(iv) What is the relation between price and total expenditures in case of necessary goods?

MACRO ECONOMICS

5. a) If GNP is 20000 million rupees, depreciation cost is 1000 million rupees, indirect taxes are 50000 million rupees, and subsidies are 80000 million rupees then calculate the national income at market price and national income at factor cost.
b) Why the result of national income remain same either it is calculate by Total Production - Method or Total Income Method.

6. Mention the Qualitative and Quantitative tools of monetary policy and how these tools are helpful for controlling the inflation and deflation problems.

7. a) In country "x" the value of multiplier is 5 and in country "y" it is 1.33 discuss why the value of Multiplier are different in two countries.

b) 'Discuss the effects of a change in interest rate on total expenditures in an economy.

8. Write short notes on any TWO of the following:

(i) Keynes Psychological Law of Consumption

(ii) Responsible factors of Propensity to consume

(iii) Why the values of MPC and MPS is less than one

(iv) Inflationary and Deflationary GAP

ECONOMIC SYSTEM

9. Highlight the features of Islamic Economic System and why it is better than the other Economic Systems.

10. Discuss the merits and demerits of Capitalism.

Economics

2014

Time: 3 Hours

(Private)

Max. Marks: 100

NOTE: 1) Attempt any FIVE questions. Selecting TWO from Micro Economics, TWO from Macro Economics and ONE from Economic System.

MICRO ECONOMICS

1. a) Explain Consumer's Equilibrium with the help of diagram.

b) Explain different effects, effecting Consumer's Equilibrium.

2. a) Explain main features of Monopolistic Competition.

b) Explain Long-run Equilibrium of the Firm under Monopolistic Competition.

3. a) Explain Law of Increasing Return with the help of schedule and diagram.

b) Why Law of Increasing Return is also called Law of Diminishing Cost.

4. Write notes on any TWO of the following:

(i) Equilibrium of Demand and Supply

(ii) Price Discrimination (iii) Monopoly

(iv) Micro and Macro Economic Analysis

MACRO ECONOMICS

5. Explain the concept of Multiplier and its effects on National Income.

6. Explain Average and Marginal Propensity to save with the help of schedule and diagram.

7. What is Effective Demand? How does it influence the level of output and employment in an Economy? Explain with the help of diagram

8. Write a notes on any TWO of the following;

(i) Objectives of Fiscal Policy

ii) National Income and its various concepts

iii) Inflation

iv) Factors determining the Consumption Function

ECONOMIC SYSTEM

9. Islamic Economy System is suitable for Pakistan. Discuss in detail.

10. Explain the Merits & Demerits of Mixed Economic System.

Economics

2013

Time: 3 Hours

(Regular)

Max. Marks: 100

NOTE: 1) Attempt any FIVE questions. Selecting TWO from Micro Economics, TWO from Macro Economics and ONE from Economic System.

MICRO ECONOMICS

1. a) Describe the difference between "Law of Demand" and "Price Elastic of Demand..?"

b) How can you distinguish between?

(i) Necessities and Luxuries goods through Price Elasticity of Demand

{ii} Normal and Inferior goods through Income Elasticity of Demand

(iii) Complementary and Substitute goods through Cross Elasticity of Demand.

2. a) Differentiate between the following:

(i) Indifference Curves and ISO - Quant Curves

(ii) Consumer's Equilibrium and Producer's Equilibrium

b) Explain the consumer's equilibrium with the help of Indifference Curve Approach.

3. a) Define the following terms:

(i) Perfect Competition (ii) Monopoly

(iii) Oligopoly (iv) Monopolistic Competition

b) How Price and Output is determined under Monopoly? Does Price is always greater in Monopoly than Perfect Competition? Discuss

4. Write short notes on any TWO of the following:

(i) Production Possibility Curve (ii) Law of Diminishing Returns

(iii) Average Cost and Marginal Cost

(iv) Importance of Micro and Macro Economics in formulation of Economic Policies

MACRO ECONOMICS

5. Define National Income and differentiate between:

(i) GNP and GDP (ii) N.N.P and G.N.P

(iii) NI at Market Price and NI at Factor Cost (iv) PI and PDI

6. Equilibrium level of National Income is determined where

i) $AD = AS$ and (ii) $S = I$. Prove with the help of a schedule and diagram.

7. Define the term Investment and differentiate between the following:

(i) Induced Investment and Autonomous Investment

(ii) Marginal Efficiency of Capital and Rate of interest (iii) Multiplier and Acceleration Principle

8. Write short note on any TWO of the following:

(i) APC and MPC (ii) Kinds of Unemployment (iii) Objectives of Monetary Policy

(iv) Phases of Business Cycle

ECONOMIC SYSTEM

9. Govt. Intervention is essential for smooth working of a capitalist economy. How does Mixed Economic System address the problems of people?

10. "It is argued that Islamic Economic System is free from all evils of both capitalist and socialist economic systems". Support the statement with valid arguments.

Economics

2013

Time: 3 Hours

(Private)

Max.Marks:100

NOTE: 1) Attempt any FIVE questions. Selecting TWO from Micro Economics, TWO from Macro Economics and ONE from Economic System.

MICRO ECONOMICS (40 - Marks)

1. a) Distinguish between Micro and Macro Economics.

b) "Economics is the science of scarcity and choice". Discuss.

2. a) Using Indifference Curve approach, explain Consumer's Equilibrium.

b) Discuss the effects on Consumer's Equilibrium due to change in Income.

3. a) Describe the characteristics of Perfect Competition. ,
b) Explain the Short-run Equilibrium of a Firm under Perfect Competition with the help of diagrams.
4. Write notes on any TWO of the following
(i) Change in Demand and Change in Quantity Demand (ii) Internal and External Economies
(iii) Optimum factor Combination (iv) Law of Diminishing Marginal Utility

MACRO ECONOMICS (40 - Marks)

5. a) Define National Income and explain its various concepts.
b) Explain in detail any ONE method of measurement of National Income.
6. a) Distinguish between Autonomous Investment and Induced Investment?
b) Describe the factors that determine the Marginal Efficiency of Capital (M.E.C).
7. How the level of National Income is determined? Does the Equilibrium always take place at full Employment Level? Discuss.
8. Write notes on any TWO of the following:
(i) Multiplier Doctrine (ii) Phases of Trade Cycle (iii) Determinants of Propensity to Consume
(iv) Objectives of Monetary Policy

ECONOMIC SYSTEM (20 - Marks)

9. Describe the objectives and salient features of Islamic Economic System.
10. a) What are the Central Problems of an Economy.
b) How are these problems be resolved under Capitalism?

Economics

2012

Time: 3 Hours

(Regular)

Max. Marks: 100

NOTE: 1) Attempt any FIVE questions. Selecting TWO from Micro Economics, TWO from Macro Economics and ONE from Economic System.

MICRO ECONOMICS

1. a) Differentiate between Micro and Macro Economics and how they are helpful in Economic analysis? Explain. (10)
b) "Economics is the science of scarcity and choice" Discuss.
2. a) What are the characteristics of an Indifference Curve? Explain with the help of diagram. (08)
b) Explain the consumer's equilibrium with the help of Indifference Curve Approach. (12)
3. a) Analyze Revenues of a firm under Perfect and Imperfect Market? (10)

b) Explain with the help of diagrams the Short run equilibrium of a firm under Perfect competition. (10)

4. Write notes on any TWO of the following (20)

(i) Price Elasticity of Demand

(ii) Internal and External Economics of Scale (iii) Price Discrimination

(iv) Economics as Positive and Normative Science

MACRO ECONOMICS

5. a) Define National Income and explain its various concepts. (10)

b) Explain in detail any ONE method of measurement of National Income. (10)

6. Explain the Keynesian Theory of Income and Employment with the help of a diagram. (20)

7. Define and illustrate the concept of inflationary and Deflationary Gap. How these GAP can be eliminated? Discuss. (20)

8. Write notes on any TWO of the following: (20)

i) Marginal Efficiency of Capital

ii) Instruments of a Monetary Policy

iii) Effective Demand iv) Kinds of Unemployment

ECONOMIC SYSTEM

9. Islamic Economics System is Superior to Capitalism and Socialism. Argue. (20)

10. What is the difference between Islamic Banking and Modern Banking? Elaborate. (20)

11. What are the Central problems of an Economy? How these are solved under Mixed Economy? Discuss. (20)

Economics

2012

Time: 3 Hours

(Private)

Max Marks: 100

NOTE: 1) Attempt any FIVE questions selecting, TWO from Micro Economics, and TWO from Macro Economics and ONE from Economic System.

MICRO ECONOMICS

1. Explain the concepts of Micro and Macro Economics and describe their importance in form evaluation of Economic Policies (20)

2. a) Describe the characteristics of Indifference Curves. (10)

b) Explain the consumer's equilibrium um with the help of Indifference Curve Technique. (10)

3. a) Compare Monopoly and Monopolistic Competition. (08)

b) Explain with the help of diagram, the Short run Equilibrium of a firm under Monopolistic Competition. (12)

4. Write notes on any TWO of the following: (20)

i) Change in Demand & Change in quantity demand

ii) Point Elasticity of Demand and Arc Elasticity of Demand

iii) Relationship between Average Cost and Marginal Cost Curves

iv) Price Discrimination

MACRO ECONOMICS

5. a) Describe with the help of diagram, the functional relationship between Consumption and Income (10)

b) Enumerate the factors which determine the Propensity of Consume. (10)

6. a) What is meant by Effective Demand? (08)

b) How the Equilibrium Level of National Income is determined?

Explain with the help of a diagram. (12)

7. Differentiate between (Any TWO) (20)

(i) Average Propensity to Save (APS) and Marginal Propensity to Save (MPS)

(ii) Gross National Product (GNP) and Gross Domestic Product (GDP)

(iii) Autonomous and induced Investment (iv) Inflationary and Deflationary Gap

8. Write notes on any TWO of the following: (20)

i) Acceleration Principle

ii) Measurement of National Income with reference to "Value Added Method.

iii) Marginal Efficiency of Capital iv) Kinds of Unemployment

ECONOMIC SYSTEM

9. a) What are the Central Problems of an Economy? (10)

b) How these problems are solved in Mixed Economy? (10)

10. "Economic System of Islam no doubt shares some common features of Capitalism and Socialism but it has its own identity". Elaborate. (20)

Economics

2011

Time: 3 Hours

(Regular)

Max. Marks: 100

NOTE: 1) Attempt any FIVE questions. Selecting TWO from Micro Economics, TWO from Macro Economics and ONE from Economic System.

MICRO ECONOMICS

1. a) Describe the characteristics of Indifference Curve. (10)
b) "Price Effect is the combination of Substitution Effect and Income Effect". Explain with the help of Indifference Curve Analysis. (10)
2. a) Explain the types of Imperfect Market. (10)
b) Explain with the help of diagram the Short Run Equilibrium of a firm under Monopoly. (10)
3. Examine the effect of changes in demand and supply conditions on the equilibrium price of a firm under: (20)
(i) Market Period (ii) Short Period (iii) Long Period
4. Write short notes on any TWO of the following: (20)
i) Change in Demand and Change in Quantity Demand ii) Point and Arc Elasticity of Demand
iii) Average and Marginal Cost (iv) Price Discrimination

MACRO ECONOMICS

5. Explain with the help of diagram that equilibrium level of National Income is determined when Aggregate Demand equals Aggregate Supply and Saving equals Investment. (20)
6. a) Distinguish between Autonomous Investment and Induced Investment. (10)
b) Describe the factors that determine the Marginal Efficiency of Capital. (10)
- 7.a) Explain with the help of suitable schedule and diagram the concept of Multiplier.
b) Calculate the value of Multiplier and its effects on National Income when investment is increased by Rs.25,000/= under the following conditions: (10)
(i) $MPC = 0.25$ (ii) $MPS = 0.20$
8. Write short notes on any TWO of the following: (20)
i) Inflationary and Deflationary Gap ii) Various Concepts of National Income
iii) Objectives of Monetary Policy iv) Acceleration Principle

ECONOMIC SYSTEM

9. How does price mechanism help in performing the basic functions of an economic system under free enterprise economy. Discuss. (20)
10. a) Describe the aims and objectives of Islamic Economic System. (10)
b) Islamic Economic System is the best Economic System. Give arguments. (10)

Economics

2011

Time: 3 Hours

(Private)

Max.Marks:100

NOTE: 1) Attempt any FIVE questions, TWO from Micro Economics, TWO from Macro Economics and ONE from Economic System.

MICRO ECONOMICS

1. a) Explain the equilibrium of Demand and Supply with the help of a suitable schedule and a diagram (10)
- b) Distinguish between the following: (10)
 - (i) Change in demand and change in quantity demanded.
 - (ii) Market Period and Short Period
2. "Price Effect is the sum total of income effect and substitution effect". Explain with the help of Indifference Curve analysis. (20)
3. a) Describe the characteristics of Perfect Competition. (08)
- b) Explain the Short Run Equilibrium of a firm under Perfect Competition with the help of diagrams. (12)
4. Write short notes on any TWO of the following: (20)
 - i) Point and Arc elasticity of demand
 - ii) Optimum factor Combination
 - iii) Law of Diminishing Marginal Returns
 - iv) Average and Marginal Cost

MACRO ECONOMICS

5. How the equilibrium level of "I" is determined? Does the equilibrium always take place at full employment level? Discuss. (10)
6. a) what does Investment mean in Economics? Describe its kinds. (10)
- b) With the help of factors affecting investment, draw Investment Demand Curve. (10)
7. a) Differentiate Consumption and Consumption function. (10)
- b) Describe with the help of a diagram and a schedule the functional relationship between Consumption and Income (10)
8. Write notes on any TWO of the following (20)
 - i) Phases of Trade Cycle
 - ii) Multiplier Doctrine
 - iii) Various Concepts of N.I
 - iv) Objectives of Fiscal Policy

ECONOMIC SYSTEM

9. "As compared to Socialism, Capitalism is closer to Islamic Economic System". Comments. (20)
10. What are the Central Problems of an Economy? How these problems are resolved in Islamic Economic System? (20)

Economics

2010

Time: 3 Hours

(Regular)

Max. Marks: 100

NOTE: 1) Attempt any FIVE questions, selecting TWO from Micro Economics, TWO from Macro Economics and ONE from Economic System.

MICRO ECONOMICS

1. a) Distinguish between MICRO and MACRO ECONOMICS. (10)
- b) "Economics is the Science of Scarcity and Choice". Discuss.
2. a) Define PRICE ELASTICITY OF DEMAND. (05)
- b) Differentiate between (15)

- (i) Price Elasticity of Demand -
 - (ii) Cross Elasticity of Demand
 - (iii) Income Elasticity of Demand
3. a) Distinguish between PERFECT COMPETITION and IMPERFECT COMPETITION. (05)
- b) Explain with the help of diagrams the SHORT-RUN EQUILIBRIUM under PERFECT COMPETITION. (15)
4. Write short notes on any TWO of the following: {20}
- i) Production Possibility Curve
 - ii) Fixed Cost and Variable Cost
 - iii) Characteristics of Indifference Curve
 - (iv) internal and External Economics

MACRO ECONOMICS

5. a) Define National Income and distinguish between NATIONAL INCOME at MARKET PRICE and NATIONAL INCOME of FACTOR COST. (10)
- b) Explain in detail any one method of measurement of NATIONAL INCOME. (10)
6. a) Distinguish between CONSUMPTION and CONSUMPTION FUNCTION. (10)
- b) Describe the factors which determine "PROPENSITY TO CONSUME". (10)
7. a) What is meant by EFFECTIVE DEMAND? (05)
- b) How the equilibrium level of NATIONAL INCOME is determined? Explain with the help of diagram. (15)
8. Write short notes on any TWO of the following: (20)
- i) Concept of Multiplier
 - ii) Objectives of Fiscal Policy
 - iii) Phases of Trade Cycle
 - iv) Autonomous and Induced Investment

ECONOMIC SYSTEM

9. "ISLAMIC ECONOMIC SYSTEM is superior to all other economic systems... Give arguments. (20)
10. a) What are the CENTRAL PROBLEMS OF AN ECONOMY? (10)
- b) How are these problems solved in MIXED ECONOMY? Discuss. (10)

Economics

2010

Time: 3 Hours

(Private)

Max.Marks:100

NOTE: 1) Attempt any FIVE questions, TWO from Micro Economics, TWO from Macro Economics and ONE from Economic System.

MICRO ECONOMICS

1. a) what is meant by Consumers Equilibrium? (05)
- b) Explain the Consumers Equilibrium with the help of Indifference Curve approach. (15)
2. a) Define Price Elasticity of Demand. (05)
- b) How the Price Elasticity of Demand is measured? Explain. (15)
3. a) Distinguish between MONOPOLY and MONOPOLISTIC Competition. (08)
- b) Explain the Short Run Equilibrium of a firm under Monopolistic Competition with the help of diagrams. (12)
4. Write short notes on any TWO of the following: {20}
- (i) Micro and Macro Economics
 - (ii) Price Discrimination
 - (iii) Change in Demand and Change in Quantity demanded
 - (iv) Substitution Effect

MACRO ECONOMICS

5. a) Define National Income. (05)

- b) Distinguish between: (15)
 (i) GNP and GDP (ii) G.N.P and N.N.P
 (iii) Personal Income & Personal Disposable Income
6. a) Explain the Concept of Multiplier. (10)
 b) Find the Value of Multiplier when (10)
 (i) M.P.S = 0.2 (ii) M.P.C = 0.75
7. How the Equilibrium Level of National Income is determined? Explain with the help of diagram. (20)
8. Write short notes on any Two of the following: (20)
 (i) Autonomous Investment and Induced Investment (ii) Marginal Efficiency of Capital (M.E.C)
 (iii) Determinants of Saving
 (iv) Objectives of Monetary Policy

ECONOMIC SYSTEM

9. Explain the merits and demerits of Capitalism? (20)
 10. Describe the objectives and salient features of Islamic ECONOMIC SYSTEM. (20)

Economics

2009

Time: 3 Hours

(Regular)

Max. Marks: 100

NOTE: 1) Attempt any FIVE questions, selecting TWO from Micro Economics, TWO from Macro Economics and ONE from Economic System.

2) Marks are indicated against each question.

MICRO ECONOMICS

1. "Price Effect" in fact, is the sum total of Income Effect and Substitution Effect. Explain with the help of Indifference Curves. (20)
2. Examine the effects of changes in Demand and Supply Conditions on equilibrium prices of a firm under: (20)
3. a) Distinguish between a Firm and an Industry. (06)
 b) How Price and Out-put is determined under Monopoly? Explain with the help of a diagram. (14)
4. Write short notes on any TWO of the following: (20)
 - i) Micro and Macro approach to Economic Analysis
 - ii) Price Discrimination
 - iii) Returns to Scale
 - iv) Characteristics of Isoquant Curves

MACRO ECONOMICS

5. a) Define National Income and explain the Circular Flow of National Income with the help of "circular Flow" diagram. (12)
 b) National Income Statistics is the Index of the health of a country's economy, Elucidate (08)
6. Explain the concept of Acceleration Principle. Give a numerical explanation of the way Accelerator Operates. (20)
7. What is Effective Demand? How does it influence the level of out-put and Employment in an Economy? Explain with the help of diagram, (20)

8. Write short notes on any TWO of the following: (20)

- i) Multiplier Doctrine
- ii) Inflationary and Deflationary gap
- iii) Marginal Efficiency of Capital (MEC)
- iv) Objectives of Fiscal Policy

ECONOMIC SYSTEM

9. How does the system of 'Price Mechanism' helping performing the basic function of an economic system under a Free Market Economy? Discuss. {20}

10. Economic System of Islam no doubt shares some common features of Capitalism and Socialism but it has its own identity. Elaborate

Economics

2009

Time: 3 Hours

(Private)

Max.Markz:100

NOTE: 1) Attempt any FIVE questions, selecting TWO from Micro TWO from Macro Economics and ONE from Economic System.

MICRO ECONOMICS

1. a) Using Indifference Curve approach, explain the Consumers Equilibrium. (10)
b) Discuss the effects on Consumer's Equilibrium due to the change of income.
2. a) What is meant by the equilibrium of a Firm?
b) Explain with the help of diagrams the Equilibrium of a Firm under Perfect Competition.
3. a) Define Price Elasticity of Demand.
b) Distinguish among Price Income and Cross Elasticity of Demand.
4. Write notes on any TWO of the following:
(i) Characteristics of Indifference Curves (ii) Price Discrimination
(iii) Diminishing Marginal Returns (iv) Internal & External Economics

MACRO ECONOMICS

5. a) Define National income and explain its various concepts.
b) Explain in detail any one method of measurement of National income. (10)
6. Explain the concept of Multiplier and its effect on National Income. (20)
7. a) Define Investment Differentiate between Autonomous investment and Induced Investment. (15)
b) Explain the determinants of investment (05)
8. Write down notes on any TWO of the following:

- (i) Inflationary Gap (ii) Marginal Efficiency of Capital {iii) Objectives of Fiscal Policy
(iv)Kinds of Unemployment

ECONOMIC SYSTEM

9. Islamic Economic System is superior to Capitalism and Socialism Discuss. (20)

10. a) State the basic problems of an Economy. (10)

b) How are these problem solved in Mixed Economy? Discuss. (10)

Economics

2008

Time: 3 Hours

(Regular)

Max.Marks:100

NOTE: 1) Attempt any FIVE questions selecting TWO from Micro Economics, TWO from Macro Economics and ONE from Economic System.

2) Marks are indicated against each question.

MICRO ECONOMICS

1. PRICE EFFECT is the combination of INCOME EFFECT and SUBSTITUTION EFFECT. Explain with the help of Indifference curve technique.

2. a) Define Price elasticity of Demand and compare it with cross elasticity of Demand. 10

b) How the Price elasticity of demand is measured? Explain.

3. a) Compare Monopoly and Monopolistic competition. 8

b) Explain with the help of diagram, the short-Run equilibrium of a Firm under Monopolistic competition. 12

4. Write notes on any TWO of the following: 20

i) Micro and Macro Economics

ii) Characteristics of Perfect Competition

iii} Distinction between ISO-product curve and Indifference curve

iv) Law of Diminishing Marginal Returns

MACRO ECONOMICS

5. a) Distinguish between consumption and consumption function? Also explain the factors which determine the propensity to consume. 12

b) Explain the importance of consumption function in Macro Economics analysis. 8

6. a) Distinguish between Autonomous Investment and Induced Investment. -

b) Explain the concept of Marginal efficiency of capital and describe its determinants. 10

7. Prove with the help of diagram, that equilibrium level of National Income is determined, when Aggregate Demand

8. Write notes on any TWO of the following: 20

i) National Income at market price and National Income at factor cost

ii) Acceleration Principle iii) Phases of Trade cycle iv) Tools of Monetary Policy

ECONOMIC SYSTEM

9. a) What are the central problems of an economy? 8

b) How are these problems resolved under capitalism? 12

10. Describe the objectives and salient features of Economic System of Islam.

Economics

2008

Time: 3 Hours

(Private)

Max.Marks:100

1) Attempt any FIVE questions selecting TWO from Micro Economics, TWO from Macro Economics and ONE from Economic System.

MICRO ECONOMICS

1. a) Economics is the science of scarcity and choice. Elucidate. 10
b) Explain Micro and Macro approach to the Economic Analysis. 10
2. What is meant by Consumer's Equilibrium? Explain the consumer's equilibrium with the help of Indifference Curve Technique. 20
3. a) Distinguish between Monopoly and Perfect Competition. 8
b) Explain with the help of diagram, the Short-Run Equilibrium of a firm under perfect competition. 12
4. Write short notes on any TWO of the following: 20
 - i) Point Elasticity of Demand and Arc Elasticity of Demand
 - ii) Optimum Factor Combination
 - iii) ISO-quants
 - iv) Average and Marginal Cost

MACRO ECONOMICS

5. a) Describe with the help of diagram, the functional relationship between Consumption and Income. 10
b) Enumerate the factors which determine the propensity to consume. 10
6. Differentiate between the following: (Any TWO) 20
 - i) Average Propensity to Save (APS) and Marginal Propensity to Save (MPS)
 - ii) National Income at Factor Cost and National Income at Market Price
 - iii) Autonomous Investment and Induced Investment
 - iv) Multiplier and Acceleration Principle
7. How the Equilibrium Level of National Income is determined? Does Equilibrium always take place at full Employment Level? Discuss. 20
8. Write short notes on any TWO of the following: 20
 - i) Various Methods of Measurement of National Income
 - ii) Kinds of Unemployment
 - iii) Phases of Trade Cycle
 - iv) Fiscal Policy

ECONOMIC SYSTEM

9. What are the salient features of a Capitalistic Economy? Describe its Merits. 20
10. Discuss in detail the different methods of Islamic Financing 20

Economics

2007

Time: 3 Hours

(Regular)

Max. Marks: 100

NOTE: 1) Attempt any FIVE questions selecting TWO from Micro Economics, TWO from Macro Economics and ONE from Economic System.

MICRO ECONOMICS

1. Explain the concepts of Micro and Macro Economics and describe their importance in formulation of economic policies. 20
2. a) what is meant by Consumer's Equilibrium? Explain consumer's equilibrium with the help of indifference curve approach. 12

- b) Describe the characteristics of indifference curve. 8
3. a) Distinguish between Monopoly and Perfect Competition.
 b) Explain with the help of diagrams the short run equilibrium of a firm under Perfect Competition. 10
4. Write short notes on any TWO of the following: 20
- Least Cost Combination of factors.
 - Price Discrimination
 - Point and Arc Elasticity of Demand
 - Relationship between AC and MC Curves.

MACRO ECONOMICS

5. a) Define National Income and explain its various concepts 10
 b) Name the various methods of measurement of national income and explain in detail any one of them. 10
6. How the equilibrium Level of National Income is determined? Does equilibrium always take place at the full employment level? Discuss. 20
7. a) Explain the concepts of MULTIPLIER, 10
 b) Compute the value of MULTIPLIER and its effects on National Income when investment is increased by Rs.20,000 under the following situations: 10
 i. $MPS = 1/5$ ii. $MPC = 0.25$
8. Write short notes on any TWO of the following: 20
- Phases of Trade Cycle
 - MEC
 - Kinds of Unemployment
 - Monetary Policy

ECONOMIC SYSTEM

9. Define Economic System and explain in detail basic problems of an economy. 20
10. "Islamic Economic System is superior" than Capitalism? Explain. 20

Economics

2007

Time: 3 Hours

(Private)

Max.Marks:100

NOTE: 1) Attempt any FIVE questions selecting TWO from Micro Economics, TWO from Macro Economics and ONE from Economic System.

MICRO ECONOMICS

1. a) Define Price Elasticity of Demand. 5
 b) Distinguish between: 15
- Price Elasticity of Demand
 - Income Elasticity of Demand
 - Cross Elasticity of Demand
2. a) Explain consumer's equilibrium with the help of Indifference curve technique 10
 b) Explain the effect of a change in income of a consumer ' on consumer's equilibrium. 10
3. a) Describe the characteristics of perfect competition. 8
 b) Explain with the help of diagrams short run equilibrium of a firm under Perfect Competition. 12
4. Write short notes on any TWO of the following: 20
- Law of Diminishing Marginal Return

- ii) Change in Quantity demanded and change in demand.
- iii) ISO-Product Curve
- iv) Micro and Macro Economics

MACRO ECONOMICS

- 5. a) Distinguish between Consumption and Consumption function. 10
- b) Explain the factors which determine "Propensity to consume" 10
- 6. a) What is meant by Effective demand?
- b) How the equilibrium level determined? Explain with the help of a diagram. 10
- 7. a) Define investment and distinguish between Autonomous investment and Induced investment. 12
- b) Explain the determinants of investment 8
- 8. Write short notes on any TWO of the following: 20
- i) Acceleration Principle
- ii) Concepts of National Income
- iii) Inflationary and Deflationary Gap
- iv) Concept of Full Employment Level

ECONOMIC SYSTEM

- 9. Define Economic System and compare the characteristics of Capitalism and Socialism. 20
- 10. "Economic System of Islam is an ideal Economic System" Give arguments. . 20