

ARUNACHAL PRADESH PUBLIC SERVICE COMMISSION

Subject: - ECONOMICS

Time: 3 (three) hours

Full Marks: 100

(Group A is compulsory. Attempt any FOUR questions from Group- B)

GROUP-A **(Compulsory Group)**

Q.1. Attempt any 10 (ten)

(10x2=20)

- a) What do you mean by Cobb-Douglas production function?
- b) Explain Euler's theorem?
- c) Define Primary deficit?
- d) What do you mean by Classical dichotomy?
- e) Distinguish between Returns to scale and Returns to factor?
- f) What do you mean by Pareto optimality?
- g) Write a note on purchasing power parity.
- h) Distinguish between fixed cost and variable cost.
- i) Distinguish between current account and capital account.
- j) What is the role of multiplier in an open economy?
- k) Explain Spearman's rank correlation method.
- l) What do you mean by disguised unemployment?

GROUP-B

(Answer any Four.)

Q.2. Answer any 4 (four) of the following questions.

(4x5=20)

- a) Explain the meaning of zero based budgeting.
- b) Distinguish between balanced and unbalanced growth theory
- c) What is Fischer's index number?
- d) What is the reason behind the absence of supply curve in Monopoly?
- e) What do you mean by sampling error?
- f) Specifying its determinants explain Keynesian theory of Employment.

Q.3. Answer any 4 (four) of the following questions.

(4x5=20)

- a) Explain the meaning of Foreign exchange market.
- b) What are the measures of Economic development?
- c) Write a brief note on Lewis theory of Development.
- d) Explain the concept of Demographic dividend.
- e) Write a short note on Classical dichotomy.

Q.4. Answer any 4 (four) of the following questions.

(4x5=20)

- a) Explain the kinked demand curve model.
- b) Define effective demand.
- c) Explain the compensation theory given by Kaldor.
- d) Explain the CES production function.
- e) Explain the different measures of central tendency.

Q.5. Explain the basic features of economy of North East India.

(20)

Q.6. Differentiate between the terms liberalization, privatization and globalization. What are the opportunities and threats of Globalization for a developing country like India?

(20)

Q.7. Explain main provisions of the WTO agreements relating to agricultural sector of India.

(20)