Question bank – IMBA1 – Principles of Economics

* Discuss the principles of economics which relates to how individual take decision
* Discuss the principles of economics relating to how individuals interact with each other.
* Discuss the principles of economics relating to how the economy works.
* Define demand. State the law of demand. Prepare a demand schedule and demand curve of a product of your choice.
* Discuss the factors affecting the demand of a product.
* Differentiate between “Change in Quantity Demanded” and “Change in Demand”.
* Define supply. State the law of supply. Prepare a supply schedule and supply curve of a product of your choice.
* Discuss the factors affecting the supply of a product.
* Differentiate between “Change in Quantity Supplied” and “Change in Supply”.
* Differentiate between market surplus and market shortage.
* Define Elasticity. Discuss the factors affecting Price elasticity of demand.
* Discuss the range of elasticity.
* Define Income elasticity. State the formula to compute income elasticity and mention its application on normal and inferior goods.
* Define Elasticity. Discuss the factors affecting Price elasticity of supply.
* Discuss the concept of consumer and producer’s surplus
* Discuss the concept of diminishing marginal product.
* Discuss the various types of cost – FC, VC, TC, AFC, AVC, ATC, MC and their inter-relationships.
* Derive Disposable personal income from GDP. Include all intermittent conversions in your answer.
* Any one numerical for finding Nominal GDP, Real GDP, GDP deflator
* Any one numerical for finding cost of living
* Discuss the factors affecting economic growth and development with respect to components of GDP
* Discuss the four phases of business cycle
* Discuss the Keynes theory of business fluctuations
* Discuss the Hicks theory of business fluctuations
* Discuss the Keynesian macroeconomics approach
* Elaborate the classical approach to macroeconomics
* Explain the concept of Multiplier using MPC and MPS