

**MAHARASHTRA AGRICULTURAL UNIVERSITIES EXAMINATION BOARD, PUNE**  
**SEMESTER END THEORY EXAMINATION**

**B.Sc.(Hons.) Agriculture**

Semester	: II (New)	Term	: Second	Academic Year	: 2023-24
Course No.	: ECON 121	Title	: Fundamentals of Agricultural Economics		
Credits	: 2 (2+0)				
Day & Date	: Saturday, 11.05.2024	Time	: 10:00 to 13:00 hrs.	Total Marks	: 80

- Note :**
1. Solve ANY EIGHT questions from SECTION 'A'.
  2. All questions from SECTION 'B' are compulsory.
  3. All questions carry equal marks.
  4. Draw neat diagram wherever necessary.

**SECTION 'A'**

- Q.1 Explain the term 'Consumer Surplus' with suitable example and write its importance.
- Q.2 Define Inflation. Explain the causes of inflation.
- Q.3 Explain the Law of Diminishing Marginal Utility with suitable example and write its limitations.
- Q.4 What do you mean by Perfect market? Explain the features of perfectly competitive market.
- Q.5 Define Economics and discuss the subject matter of Economics.
- Q.6 Define National income. Explain the concepts of national income.
- Q.7 What is Public expenditure? Explain in brief the principles of public expenditure.
- Q.8 Define Elasticity of supply. Explain different kinds of elasticity of supply.
- Q.9 State the Law of Demand. Explain in brief extension and contraction as well as increase and decrease of demand.
- Q.10 Write short notes on (Any Two):
- a) Advantages of direct taxes
  - b) Features of mixed economy
  - c) Functions of money

**SECTION 'B'**

Q.11 State True or False:

- 1) Human wants are unlimited.  $\rightarrow T$
- 2) Demand for coal is a composite demand.  $\rightarrow T$
- 3) The book 'The Wealth of Nations' was written by Robbins.  $\rightarrow F$
- 4) Tax on commodities like sugar, tobacco, steel is indirect tax.  $\rightarrow T$
- 5) Anything that satisfies a human want, is called good.  $\rightarrow T$
- 6) The demand for tea and coffee is elastic.  $\rightarrow T$
- 7) Service is any act or performance that one party can offer to another.  $\rightarrow T$
- 8) Motor car for a college student is a necessity.  $\rightarrow F$

(P.T.O.)

Q.12 Fill in the blanks:

- 1) The study of the aggregate economy, is called mixed economy.
- 2) A tenant's regular payment to a landlord for the use of property or land, is called as rent.
- 3) Value expressed in terms of money, is called price.
- 4) Anything that can satisfy a human want, is called as goods.
- 5) Full form of VAT is Value added tax.
- 6) Micro-economics is also known as price theory.
- 7) Satisfaction is an outcome of the utilization of resources and services of resources.
- 8) Air is a free good.

