Before answering the question paper the candidate should ensure that they have been supplied the correct question paper. Complaints in this regard, if any, shall not be entertained after the examination.

Note: Question No. 1 is Compulsory and attempt two questions from each section. All questions carry equal marks.

1. Write short notes on
   i. Define economic problem.
   ii. Opportunity cost.
   iii. Define elasticity of demand.
   iv. Privatization

   **SECTION – A**

2. Explain the relation between science, engineering, technology and economic development.
3. Explain the law of diminishing marginal utility. Discuss the importance and limitations of this law.
4. Explain the law of demand. Why does demand curve slope downwards to the right? Explain the circumstances in which demand curve slopes upwards

   **SECTION – B**

5. What is total cost, average cost and marginal cost? Explain the relationship between AC and MC with help of table and diagram.
6. What do you understand by perfect competition? Give the main characteristics of perfect competition.
7. What is meant by globalization? Give its merits and demerits.