



Seat No. _____

HN-1604010001020101
B. A. LL. B. (Integrated) (Sem. II)
(W.E.F. 2016) Examination
April - 2023
Principles of Economics - II : Paper - 5

Time : $2\frac{1}{2}$ Hours / Total Marks : 70

- 1 Explain the concepts of fixed cost and variable costs with the help of illustration and diagram. **14**
- OR**
- 1 Explain modern theory of rent with diagram. **14**
- 2 Explain uncertainty theory of profit. State its limitations. **14**
- OR**
- 2 Explain the inter relationship between average cost and marginal cost with diagram. **14**
- 3 Explain the diminishing law of return with the help of diagram. State its importance. **14**
- OR**
- 3 Explain the increasing and constant law of return with the help of diagram. **14**
- 4 Explain the marginal productivity theory of distribution with diagram. **14**
- OR**
- 4 Explain - "Profits are the reward for innovations". **14**
- 5 Write short note : (any **two**) **14**
- (i) Importance of modern theory of rent.
 - (ii) Quasi Rent.
 - (iii) Gross Profit and Net Profit.
 - (iv) Limitations of the marginal productivity theory of distribution.