2018

M.A. / M.Sc.

2nd Semester Examination

ECONOMICS

PAPER—ECO-203

Subject Code—04

Full Marks : 40

Time : 2 Hours

The figures in the right-hand margin indicate full marks.

Candidates are required to give their answers in their own words as far as practicable.

Illustrate the answers wherever necessary.

Group—A

1. Answer any *two* questions :   2×2

   (a) What is economy-environment interaction ?

   (b) Distinguish between strong concept and weak concept of sustainable development.

(c) Explain the causes of market failure of environmental good.

(d) What is green net national product ?

2. Answer any *one* question :   1×6

   (a) Explain the stated preference method of environmental valuation.

   (b) Explain the fundamental principle of exhaustible resource use. Give a diagrammatic exposition of optimal use of exhaustible resource.   4+2

3. Answer any *one* question :   1×10

   (a) What are the criteria for evaluating environmental policies ? Evaluate CAC and MBI in this context.

   5+5

   (b) Explain the MSY and rate of exploitation of a renewable resource. Show that profit maximizing equilibrium does not coincide with MSY.   4+6

Group—B

4. Answer any *two* questions :   2×2

   (a) What is ROA ?

(b) What is Portfolio management ?

(c) What do you mean by effective rate of protection ?

(d) What are the main assumptions of monetary approach to BOP ?

5. Answer any *one* question : 1×6

(a) What are the different phases of Portfolio management ? Discuss any one of them very briefly.

$2\frac{1}{2}+3\frac{1}{2}$

(b) Explain the Meltzer paradox.

6. Answer any *one* question : 1×10

(a) Write the components of balance sheet of a company. Explain liquidity ratios, asset management ratios and debt management ratios .

(b) In case of fixed coefficient production function, derive the Rybczynski and Stolper-Samuelson theorems from the general equilibrium trade model of Ronald Jones.

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(Turn Over)