



BRAINWARE UNIVERSITY

Term End Examination 2023-2024

Programme – LL.B.-2021

Course Name – Law and Economics

Course Code - LLB502A

(Semester V)

Full Marks : 60

Time : 2:30 Hours

[The figure in the margin indicates full marks. Candidates are required to give their answers in their own words as far as practicable.]

Group-A

(Multiple Choice Type Question)

1 x 15=15

1. Choose the correct alternative from the following :

- (i) Identify the area of control of the monopolist in a monopoly market
 - a) Price and quantity
 - b) Quantity only
 - c) Price only
 - d) Neither price nor quantity
- (ii) Choose from the following which is a barrier to entry in a monopoly market
 - a) Identical products
 - b) Large number of firms
 - c) Government regulation
 - d) Perfect information
- (iii) Choose which of the following is a disadvantage of a monopoly market
 - a) Consumer choice and variety
 - b) Efficient allocation of resources
 - c) Competition and innovation
 - d) Lower prices for consumers
- (iv) Identify the inclusion of the Government intervention in a monopoly market
 - a) Deregulation
 - b) Price controls
 - c) Encouraging monopolization
 - d) Reducing barriers to entry
- (v) Select the right definition of National Income
 - a) Total income earned by individuals
 - b) Total income earned by a nation
 - c) Total revenue of a business
 - d) Total expenditure of a nation
- (vi) Identify the individual demand
 - a) Total demand in the market
 - b) Demand for a particular good or service by a single consumer
 - c) Demand for goods and services in a specific region
 - d) Demand for goods and services by all consumers in a country
- (vii) State the situation when the demand for a good increases proportionally more than the change in price, the good is considered to be
 - a) Elastic
 - b) Inelastic
 - c) Unitary elastic
 - d) Perfectly elastic
- (viii) Identify the value of the price elasticity of demand when the Demand is considered elastic

- a) Less than 1
c) Equal to 0
- b) Greater than 1
d) Equal to 1
- (ix) Select the curve of a perfectly inelastic supply
a) Vertical
c) Downward-sloping
- b) Horizontal
d) Upward-sloping
- (x) State the economist who is associated with the development of the cardinal utility theory
a) Adam Smith
c) Alfred Marshall
- b) John Maynard Keynes
d) Karl Marx
- (xi) Predict if a consumer has 10 utils of satisfaction from consuming one apple and 20 utils from consuming two apples, what can be inferred according to cardinal utility theory
a) Marginal utility is constant
c) Marginal utility is decreasing
- b) Marginal utility is increasing
d) Total utility is constant
- (xii) Identify the utility theory which is associated with the concept of indifference curve
a) Cardinal utility
c) Marginal utility
- b) Ordinal utility
d) Diminishing utility
- (xiii) Identify the suggestion of Ordinal utility theory
a) Marginal utility decreases as consumption increases
c) Marginal utility increases as consumption increases
- b) Marginal utility remains constant
d) Marginal utility is irrelevant in consumer choice
- (xiv) Identify the fundamental assumption of ordinal utility theory
a) Consumers have perfect knowledge of market prices
c) Consumers have rational preferences
- b) Consumers can quantify their utility in numerical terms
d) Consumers have unlimited resources
- (xv) Predict the feature of each firm in a perfectly competitive market
a) Has significant market power
c) Determines the market price
- b) Is a price taker
d) Faces a downward-sloping demand curve

Group-B

(Short Answer Type Questions)

3 x 5=15

2. Interpret the importance of National Income. (3)
3. Interpret Gross National Product (GNP) (3)
4. Explain the substitution effect (3)
5. Discuss economic equilibrium and disequilibrium. mention external shocks or changes lead to shifts away from equilibrium (3)
6. Evaluate Types of contract (3)

OR

- Evaluate the importance of economics in contract law (3)

Group-C

(Long Answer Type Questions)

5 x 6=30

7. Explain the concept of the income and substitution effects in consumer choice theory. (5)
8. Analyze the concept of market structures and provide an overview of the four primary market structures: perfect competition, monopolistic competition, oligopoly, and monopoly. (5)
9. Explain the concept of Gross Domestic Product (GDP) and its significance in measuring a nation's economic performance. (5)
10. Decide the concept of anticipatory breach of contract, and how it affects the rights and obligations of the parties involved. (5)
11. Evaluate the different types of damages that can be awarded in a negligence case. (5)

12. Summarize the concept of a void contract with the help of an example and differentiate it from a voidable contract. (5)

OR

Justify the common problems or disputes that can arise in contract law (5)
