

5/4/2016



Doon University, Dehradun
Mid Semester Examination, 2016
School of Social Science
MSc Semester – IV (Economics)
Course – SSEI -213
History of Economic Thought

Time Allowed: 2hrs

Maximum Marks: 30

Section - A

(4x2 = 8 Marks)

Attempt all questions

1. Why did the mercantilists apprehensive about paying gold for trade?
2. Briefly explain Water-Diamond Paradox.
3. Who gave the theory of invisible hand? What is the theory about?
4. Briefly explain Ricardian Equivalence.

Section - B

(4x3=12 Marks)

Attempt all questions

1. What is the main reason of worry of Thomas Malthus regarding food security?
2. Why is the division of labour theory important for efficiency?
3. How are Intensive and Extensive margin rent different from each other?
4. What is iron law of wages?

Section - C

(2x5=10 Marks)

Attempt **any two** of the following questions.

1. "If out of two countries which produce two goods each, one country is able to produce both the goods at a low cost, still there is a possibility of trade". Explain the theory with examples.
2. Explain the theories of Wages, Rent and Profit as Given by David Ricardo.
3. Explain the theory of value given by Adam Smith.