International Islamic University Chittagong

Department of English Language & Literature
Final Examination: Autumn-2018
Program: BA (Honors)

Course Code: ECON-3501 | **Course Title: Principles of Economics**
Time: 2.5 Hours | **Full Marks: 50**

Answer any **Five** of the following questions. All parts of a question must be answered sequentially. Figures in the right margin indicate full marks.

1. How is Islamic banking different from Conventional banking? Analyze the investment policy of Islamic banks following "Bai Modes". **10**

2. What items are included in the Zakat of Wealth? Who will receive Zakat? Explain it on the light of Quran & Sunnah. **10**

3. Define the term "Per Capita Income". Shortly point out the methods & depict the circular flow of national income in a two-sector economy. **10**

4. Show the relationship between Marginal Revenue (MR) & Average Revenue (AR). Interpret the short run equilibrium of perfect competition of a firm. **10**

5. Find out the equilibrium point with the help of producer indifference curves & price lines. **10**

6. How does a consumer attain his equilibrium with indifference curve & budget line? **10**

7. Short Notes: (Any two) **(2x5=10)**
   (i) Mudarabah Vs Musharakah;
   (ii) Law of Returns to Scale;
   (iii) GDP Vs. GNP;
   (iv) Features of Monopoly Market.