B A DEGREE (CBCS)EXAMINATION, DECEMBER 2018

First Semester

Core Course - EC1CRT15 - MICRO ECONOMICS - I

(Common to B.A Corporate Economics Model III, B.A Economics Model II Foreign Trade, B.A Economics Model II Insurance)

2017 Admission (Reappearance)

1B060E1F

Maximum Marks: 80   Time: 3 Hours

Part A

Answer any **ten** questions.

Each question carries **2** marks.

1. Compare wealth and welfare definitions of economics.

2. What you mean by efficiency and equity?

3. Law of demand.

4. Inferior good.

5. Why the supply curve slopes upwards from left to right ?

6. Cardinal utility

7. Water-diamond paradox

8. Consumer equilibrium

9. Price effect

10. Average product

11. Isoquant

12. Iso cost line

(10×2=20)

Part B

Answer any **six** questions.

Each question carries **5** marks.

13. Discuss the central problems of an economy.

14. What are the factors influencing demand ? Explain

15. Give a diagrammatic explanation of price elasticity of demand.

16. Explain the survey method of demand forecasting.

17. Explain properties of indifference curve?

18. What are the new approaches to consumer theory ? Explain.

19. Briefly explain the law of returns to scale.

20. Briefly explain TC, TFC , and TVC with the help of suitable diagram.

21. Give a brief account of envelop curve in traditional theory of cost

(6×5=30)

Part C

Answer any **two** questions.

Each question carries **15** marks.

22. What are the three types of elasticity of demand ?Explain.

23. Discuss Revealed preference hypothesis of Samuelson.

24. Give an account of economies of scale.

25. Explain modern theory of cost.

(2×15=30)