

Branch- **ECONOMICS .**

MICRO ECONOMICS -1

Time : Three Hours >

Maximum : 75 Marks

SECTION-A (20 Marks)

Answer **ALL** questions

ALL questions carry **EQUAL** marks (10 x 2 = 20)

- 1 Explain wealth definition of economics.
- 2 What is economic dynamics?
- 3 Explain static equilibrium.
- 4 What is demand? ^v
- 5 What is price elasticity?
- 6 What is excise tax?
- 7 Distinguish between ordinal & cardinal utility.
- 8 Indifference curves will not cut each other. Give reasons.
- 9 Explain the meaning of production function with example.
- 10 What is marginal rate of technical substitution?

SECTION - B (25 Marks)

Answer **ALL** Questions.

ALL Questions Carry **EQUAL** Marks (5 x 5 = 25)

- 11 a Differentiate between economic status and economic dynamics.
OR
b What are the differences between micro and macro economics?
- 12 a What are the exceptions to demand curve?
OR
b Explain the supply function and shifts in the supply curve.
- 13 a What is an export subsidy? What are its effect?
OR
b Explain income elasticity of demand.
- 14 a Explain consumer equilibrium through indifference curve analysis.
OR
b State the concept of consumer's surplus and point out its uses.
- 15 a Explain the producer's equilibrium.
OR
b What are the properties of isoquants?

SECTION - C (30 Marks)

Answer any **THREE** Questions •

ALL Questions Carry **EQUAL** Marks (3 x 10 = 30)

- 16 Explain the scarcity definition of economics.
- 17 Explain the law of demand and what are the other factors that determine the change in market demand.
- 18 What is meant by price elasticity of demand? Explain its various kinds.
- 19 Explain the law of diminishing marginal utility.
- 20 Explain Cobb-Douglas production function.

END