

BA DEGREE EXAMINATION DECEMBER 2017
(First Semester)

Branch – ECONOMICS

MICRO ECONOMICS - I

Time : Three Hours

Maximum : 75 Marks

SECTION-A (20 Marks)

Answer ALL questions

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

- 1 Define Economic Growth.
- 2 Differentiate 'Inductive' from 'Deductive analysis'.
- 3 State the 'Law of demand'.
- 4 State the merits of 'Partial Equilibrium'.
- 5 What do you mean by the 'Elasticity of Demand'?
- 6 Comprehend the term 'Export subsidy'
- 7 Synthesise the concept of an 'Indifference curve'.
- 8 Define the concept of 'Consumer's Surplus'.
- 9 What do you mean by the 'Iso-Quants'?
- 10 Define 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 'Partial and General Equilibrium'?
OR
b Distinguish the static from dynamic economics.
- 12 a What are the factors determining the demand?
OR
b Explain the 'Equilibrium of Demand and supply' with the diagram.
- 13 a What are the factors responsible for elasticity of supply?
OR
b Narrate the various types of elasticity of demand.
- 14 a Differentiate between the Cardinal utility and ordinal utility.
OR
b Explain the substitution effect.
- 15 a List down the properties of an Iso-Quant.
OR
b What are the limitations of Cobb-Douglas production function?

SECTION - C (30 Marks)

Answer any THREE Questions

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

- 16 "Economics is a positive or normative science" – Discuss.
- 17 Why is the demand curve negatively sloped?
- 18 Describe the various methods of measurement of elasticity of demand.
- 19 List out the uses of Consumer's Surplus.
- 20 Discuss the features of Cobb – Douglas production function.