

(Pages : 3)

R – 2975

Reg. No. :

Name :

Second Semester B.A. Degree Examination, September 2023

First Degree Programme under CBCSS

Economics

Core Course II

EC 1241 : MICRO ECONOMICS I

(2015-2018 Admission)

Time : 3 Hours

Max. Marks : 80

SECTION – I

Answer in one or two sentences. Attempt all questions.

1. Economic resources
2. Ordinal utility
3. Market equilibrium
4. Production function
5. Isocost
6. Price consumption curve
7. Derived demand
8. Reserve capacity

P.T.O.

9. Normal price
10. Socialist economy

(10 × 1 = 10 Marks)

SECTION – II

Answer any **eight** questions not exceeding one paragraph. Each question carries **2** marks.

11. What is deductive and inductive method of economic analysis?
12. Define market demand curve.
13. What are the assumptions of cardinal utility theory?
14. Explain the term real cost.
15. Define marginal rate of transformation.
16. Write down the properties of isoquant.
17. What do you mean by the term demand forecasting?
18. What is an envelope curve?
19. Define expansion path.
20. Write down the difference between returns to factor and returns to scale.
21. What are the factors that cause shift in supply curve?
22. How normal good differs from inferior good?

(8 × 2 = 16 Marks)

SECTION – III

Answer any **six** questions not exceeding 120 words. Each question carries **4** marks.

23. Describe the main features of mixed economy.
24. Explain the condition of consumer equilibrium in terms of indifference curve analysis.

25. Point out the difference between point elasticity and arc elasticity.
26. What is meant by cost function? What are the different concepts of costs?
27. Write down exceptions to the law of demand.
28. Explain increasing returns to scale, constant returns to scale and decreasing returns to scale.
29. How do you derive the market supply for a commodity?
30. Examine the significance of production possibility curve in economic analysis.
31. Explain the law of equi-marginal utility.

(6 × 4 = 24 Marks)

SECTION – IV

Answer any **two** questions, not exceeding four pages. Each question carries **15** marks.

32. Define consumer surplus. Explain the Marshallian method of its explanation.
33. Discuss short run and long run cost of the traditional theory.
34. Examine the subject matter of economics. Write down the difference between micro and macro economics.
35. Critically explain revealed preference theory of consumer behaviour.

(2 × 15 = 30 Marks)