QP CODE: 23124772

Reg No   :   ....

Name   :   ....

B.A DEGREE (CBCS) REGULAR / IMPROVEMENT / REAPPEARANCE EXAMINATIONS, MAY 2023

Second Semester

B.A Economics Model I

Core Course - EC2CRT02 - MICRO ECONOMIC ANALYSIS- I

2017 Admission Onwards

E014B10E

Time: 3 Hours

Max. Marks : 80

***Instructions to Private candidates only**: This question paper contains **two sections**. Answer **SECTION I** questions in the answer-book provided. **SECTION II,** Internal examination questions must be answered in the question paper itself. Follow the detailed instructions given under SECTION II*

Part A

*Answer any **ten** questions.*

*Each question carries **2** marks.*

1. Bring out the features of capitalism.

2. Define scarcity.

3. Define Marginal Product.

4. Define income elasticity of demand.

5. What are the factors influencing supply of a commodity?

6. What is water diamond paradox?

7. What is Revealed preference theorem?

8. What is Consumer's surplus?

9. What is pragmatic approach?

10. What is a production function?

11. When $\alpha = 3/4$ and $\beta = 1/4$ for the Cobb- Douglas production function, what can we

conclude about the returns to scale of the firm?

12. Saucer shaped cost curves.

<div align="right">(10×2=20)</div>

Part B

13. Bring out the major features of scarcity definition of Economics.

14. Explain the arc method of measuring the price elasticity of demand.

15. Explain the movement along a supply curve.

16. What happens to the equilibrium level when there is a change in demand?

17. Critically explain cardinal and ordinal approach.

18. Why indifference curve slopes downward?

19. What is Leontiff Isoquant?

20. Write on various economies and diseconomies of scale.

21. What is economic and accounting cost?

<div align="right">(6×5=30)</div>

Part C

22. Define law of demand. State the assumptions, reasons and exceptions of law of demand.

23. Describe demand forecasting and also explain the objectives and measures of demand forecasting.

24. Explain hicksian and slutsky's decomposition of price effect and substitution effect.

25. Derive the long run AC curve under the traditional theory of costs and comment on why it is called the Planning curve?

<div align="right">(2×15=30)</div>