

I Semester

Class: I UG

Time: 3 Hours

Major : B.Com./B.Com (CA)/B.Com (PA)

Max.Marks: 100

18BIED01 - Micro Economics

PART –A

(10x1=10)

Circle the Correct Answer

1. Micro Economics studies the behaviour of
 - a. Individual units
 - b. General level of employment
 - c. National Income
 - d. National employment
2. Demand for a commodity depends upon
 - a. price of commodity
 - b. price of related goods
 - c. income
 - d. all the above
3. The main aim of business firm is
 - a. profit maximisation
 - b. capturing market
 - c. innovations
 - d. consumer good will
4. Rent is the reward for
 - a. capital
 - b. labour
 - c. organization
 - d. land
5. The Goods offered for a sale is called as
 - a. Demand
 - b. Supply
 - c. Production
 - d. Surplus
6. The technical Relationship between Input and Output is called as
 - a. Production Function
 - b. Production
 - c. Consumption
 - d. Distribution
7. The Law of Diminishing Returns operates mostly in
 - a. agriculture
 - b. industry
 - c. business
 - d. finance
8. Large number of buyers and sellers will be in
 - a. monopoly
 - b. oligopoly
 - c. duopoly
 - d. perfect competition
9. Monopoly is a market situation where there is
 - a. single seller
 - b. single buyer
 - c. many sellers
 - d. many buyers
10. Interest is the Reward for
 - a. land
 - b. labour
 - c. capital
 - d. organisation

Part B

5 X 6=30

Answer the following

Answer should not exceed 400 words or two pages

11. a. Distinguish between Micro Economics and Macro Economics .

(or)

11. b. Narrate the basic problems of an economy.

12. a. Analyse Consumer's surplus.

(or)

12. b. Elucidate the various factors influencing demand for a commodity.

13. a. Appraise the causes of Internal economics scale.

(or)

13. b. Evaluate the different types of returns to scale.

14. a. Outline the features of perfect competition.

(or)

14. b. Appraise the concept of Price discrimination.

15. a. Analyse the Schumpeter's Innovation theory.

(or)

15. b. Outline any one theory of wages.

Part C

5 x 12=60

Answer the following

Answer should not exceed 800 words or four pages

16. a. Analyse the Nature and scope of Economics.

(or)

16. b. Examine different methods of economics.

17. a. Elucidate the different types of Elasticity of Demand.

(or)

17. b. Explain the Law of supply?

18. a. Examine the Law of variable proportions with the help of diagram.

(or)

18. b. Asses different types of Cost and Revenue.

19. a. How does the price and output determined under Monopolistic competition?

(or)

19. b. Examine price and output determination under perfect competition.

20. a. Evaluate the Neo-classical theory of Interest.

(or)

20. b. Discuss Ricardian Theory of Rent.
