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Reg. No. :

Code No. : 24034 E Sub. Code : AMEC 11

B.A. (CBCS) DEGREE EXAMINATION,
NOVEMBER 2020.

First Semester

Economics — Main

MICRO ECONOMICS – I

(For those who joined in July 2020 onwards)

Time : Three hours

Maximum : 75 marks

PART A — (10 × 1 = 10 marks)

Answer ALL questions.

Choose the correct answer :

1. Whose definition is considered as best?
 - (a) Adam Smith (b) Alfred Marshall
 - (c) Robbins (d) Paul Samuelson

2. Which is included in main divisions in Economics in modern times
 - (a) Consumption (b) Production
 - (c) Public finance (d) Distribution

3. Which of the followings is not a luxuries commodity?
- (a) food (b) cars
(c) ornaments (d) bungalow
4. Consumer 's surplus theory is designed by
- (a) Adam Smith (b) Keynes
(c) Malthus (d) Marshall
5. How many commodities are taken in order to explain consumer's equilibrium?
- (a) two (b) one
(c) three (d) four
6. Income effect and substitution effects included in
- (a) price effect (b) consumption effect
(c) demand effect (d) all of these
7. Which is the second factors of production?
- (a) land (b) labour
(c) Capital (d) Organization.

8. Risk and uncertainty is faced by ——— factors of production.
- (a) Capital (b) land
- (c) Organization (d) labour
9. $Q = F(K, L, P, H)$ is
- (a) Production function
- (b) Demand function
- (c) Price Function
- (d) Supply Function
10. In law of diminishing returns, the marginal productivity is ——— continuously.
- (a) Decreasing
- (b) Increasing
- (c) Decrease then increase
- (d) Increase then decrease

PART B — ($5 \times 5 = 25$ marks)

Answer ALL questions, choosing either (a) or (b).

Each answer should not exceed 250 words.

11. (a) State Adam Smith's definition.

Or

- (b) Discuss the "Economic Laws are like scientific laws".

12. (a) Illustrate Characteristics of human wants.

Or

- (b) Explain Law of Demand.

13. (a) State the relationship between IC schedule and IC curve.

Or

- (b) What is MRS? State it with an example.

14. (a) Explain the features of capital.

Or

- (b) Make a note on division of labour.

15. (a) What is production function? Write about anyone of them.

Or

- (b) State the difference between T_p and H_p .

PART C — ($5 \times 8 = 40$ marks)

Answer ALL questions, choosing either (a) or (b).

16. (a) Explain in detail the main divisions of Economics.

Or

- (b) Describe the importance and Limitations of Micro Economics.

17. (a) Discuss the law of diminishing marginal utility theory.

Or

- (b) Write in detail the measurement of elasticity of demand.

18. (a) Explain the consumer's equilibrium with the help of indifference curve.

Or

- (b) Elaborate the uses of Indifference curve.

19. (a) Write in detail Malthusian theory of population.

Or

- (b) Elaborate the functions of entrepreneurs.

20. (a) Explain the operation of law of diminishing returns with diagram.

Or

- (b) What law of variable proportion? Explain where it does works with suitable graph.
