B. A. DEGREE END SEMESTER EXAMINATION - OCTOBER 2019

SEMESTER – 3: ECONOMICS (CORE COURSE)

COURSE: **15U3CRECO3 – PRINCIPLES OF MICRO ECONOMICS**

(For Regular - 2018 Admission and Supplementary / Improvement 2017, 2016, 2015 Admissions)

Time: Three Hours   Max Marks: 75

Part A

Answer **all** questions in one or two sentences. Each question carries 1 mark.

1. Marginal Revenue
2. Equilibrium
3. Normative Economics
4. Total Product
5. Indifference Curve
6. Production Function
7. Supply Schedule
8. Endogenous Variable
9. Isocost Line
10. Microeconomics

(1 x 10 = 10)

Part B

Answer **any eight** of the following in three or four sentences. Each question carries 2 marks.

11. Explain the properties of Isoquants.
12. Giffen Paradox.
13. Distinguish between Partial and General Equilibrium analysis.
14. Explain Comparative Statics.
15. Increase and Decrease in supply
16. Distinguish between Cardinal and Ordinal Utility.
17. If D=40-3P and S=30+2P, what is the equilibrium price P?
18. External Economies of Scale.
19. Explain Ridge Lines.
20. MRTS   (2 x 8 = 16)

PART C

Answer **any five** of the following in not more than one page. Each question carries five marks.

21. What are the degrees of Price Elasticity of Demand?
22. Write a note on Engel Curve.

23. Explain Revealed Preference Theory.

24. State any two measurements of Price Elasticity of Demand.

25. Explain cross elasticity of demand for substitutes and complementary goods.

26. Explain Cob Web Theorem.

27. Explain Consumer's Surplus.

(5 x 5 = 25)

PART D

Answer **any two** of the following in not exceeding four pages. Each question carries 12 marks.

28. Examine consumer's equilibrium using indifference curve analysis.

29. State Law of Demand. What are the exceptions to law of Demand?

30. What are the Central problems of an economy? How can it be solved?

31. State and explain the Law of variable proportions with the help of suitable diagram.

(12 x 2 = 24)

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