B. A. DEGREE END SEMESTER EXAMINATION - OCTOBER 2018

SEMESTER – 3 : ECONOMICS (CORE COURSE)

COURSE: 15U3CRECO3 – PRINCIPLES OF MICRO ECONOMICS

(For Regular - 2017 Admission and Supplementary / Improvement 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. Microeconomics
2. Partial Equilibrium
3. Positive Economics
4. Marginal Product
5. Isocost line
6. Demand Function
7. Supply Curve
8. Stock Variable
9. Giffen goods
10. Production possibility Curve.   (1 x 10 = 10)

PART - B

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

11. Enumerate the properties of indifference curves.
12. Explain PPC.
13. Engel Curve.
14. Explain Comparative Statics.
15. Increase and Decrease in demand
16. Explain the degrees of Elasticity of Supply.
17. Distinguish between Cardinal and Ordinal Utility.
18. If D=30-2P and S=10+3P, what is the equilibrium price P?
19. Internal Economies of Scale.
20. Explain the features of capitalism.   (2 x 8 = 16)

PART - C

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

21. Write an account on the determinants of Demand.
22. Explain Water Diamond Paradox.
23. Distinguish between weak and strong axioms of Revealed Preference Hypothesis?

24. What are the Basic Economic Problems?

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

26. Explain Cobb – douglas production function.

27. Discuss the concept of 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 the law of variable proportions.

29. Discuss Hicksian method of bifurcation of price effect into income and substitution effects.

30. What is Price Elasticity of Demand? What are the methods of measuring Price Elasticity of Demand?

31. State and explain the Law of Equi-marginal Utility with the help of suitable diagram.

(12 x 2 = 24)

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