



QP CODE: 19101782



19101782

Reg No : .....

Name : .....

**B A DEGREE (CBCS) EXAMINATION, MAY 2019**

**Second Semester**

B.A Economics Model I

Core Course - **EC2CRT02 - MICRO ECONOMIC ANALYSIS- I**

2017 ADMISSION ONWARDS

96DF2972

**Maximum Marks: 80**

**Time: 3 Hours**

**Part A**

Answer any **ten** questions.

Each question carries **2** marks.

1. Point out the defects of Wealth definition of Economics
2. Explain merits and defects of socialism.
3. Define Production Possibility
4. State any four assumptions of the law of demand.
5. Explain upward shift in demand curve with suitable diagram.
6. What is unitary income elasticity of demand?
7. What is the reason behind the positive slope of a supply curve?
8. what are the properties of indifference curve?
9. what is pragmatic approach?
10. What is production?
11. MRTS
12. 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?

(10×2=20)

**Part B**

Answer any **six** questions.

Each question carries **5** marks.

13. What is the difference between equity and efficiency?
14. Draw a supply curve using a schedule
15. What happens to the equilibrium level when there is a change in demand?





16. What are the objectives of demand forecasting?
17. Explain Gossan's First law of marginal utility
18. Explain marshallian consumers surplus
19. What is Diminishing returns and examine the reasons for it?
20. Distinguish Real cost and money cost of production.
21. What are the reasons for U shaped AC curve?

(6×5=30)

**Part C**

Answer any **two** questions.

Each question carries **15** marks.

22. Define market equilibrium. How do the changes in demand and supply affect the market equilibrium?
23. Critically examine cardinal and ordinal utility analysis
24. Compare indifference curve and revealed preference analysis of measuring utility
25. Elaborate on the modern theory of cost and examine how it is different from the traditional approach.

(2×15=30)

