

Exam. Code : 121201
Subject Code : 502103

B.A./B.Sc. 1st Semester (Batch 2025-28/29) (CBGS)

ECONOMICS (Micro Economics)

Time Allowed—3 Hours] **[Maximum Marks—100**

Note :— Attempt **FIVE** questions in all, selecting at least **ONE** question from each section. The fifth question may be attempted from any section. All questions carry equal marks.

SECTION—A

1. (a) Discuss nature and scope of Micro economics.
(b) What is meant by supply? Which factors do influence supply?
2. What is an Indifference Curve? Discuss consumer equilibrium with the help of Indifference Curve analysis.

SECTION—B

3. Explain the concept of returns to scale. Explain the law of diminishing returns to scale. Why is it widely applicable to agriculture?
4. What is meant by total revenue, average revenue and marginal revenue? Explain shapes of AR and MR under various market situations.

SECTION—C

5. What is perfect competition? Explain the importance of time element in determination of price under perfect competition.

6. (a) Explain the equilibrium of firm under monopoly in the short run.
- (b) What is meant by monopolistic competition? Discuss its assumptions.

SECTION—D

7. Critically examine the modern theory of rent.
8. (a) Explain briefly loanable funds theory of interest.
- (b) Explain Knight's uncertainty theory of profit. What objections are raised against it?

Gndupapers.com