

Paper Id:

| |
|--------|
| 293103 |
|--------|

Roll No:

| | | | | | | | | | | | | | | | | | | | |
|--|--|--|--|--|--|--|--|--|--|--|--|--|--|--|--|--|--|--|--|
| | | | | | | | | | | | | | | | | | | | |
|--|--|--|--|--|--|--|--|--|--|--|--|--|--|--|--|--|--|--|--|

MBA (INTEGRATED)
(SEM 1) THEORY EXAMINATION 2019-20
MICRO ECONOMICS

*Time: 3 Hours**Total Marks: 100***Note:** Attempt all Sections. If require any missing data; then choose suitably.**SECTION A****1. Attempt all questions in brief. 2 x 10 = 20**

| Q no. | Question | Marks | CO |
|-------|--|-------|----|
| a. | What is Economics? | 2 | 1 |
| b. | Find the definition of Microeconomics. | 2 | 1 |
| c. | Write the meaning of Utility. | 2 | 1 |
| d. | Define an indifference curve | 2 | 1 |
| e. | Describe the term "Supply". | 2 | 1 |
| f. | What is Price Elasticity of Demand? | 2 | 1 |
| g. | Enumerate Production Function | 2 | 1 |
| h. | What does Cost Mean in Economics? | 2 | 1 |
| i. | Define fixed costs. | 2 | 1 |
| j. | Recite Perfect Market. | 2 | 1 |

SECTION B**2. Attempt any three of the following: 3 x 10 = 30**

| Q no. | Question | Marks | CO |
|-------|--|-------|----|
| a. | What are the basic economic problems of India today? Discuss. | 10 | 2 |
| b. | Define price elasticity of demand. A 20% fall in the price of sugar leads to 25% rise in its demand. Calculate the price elasticity of demand. Comment on the commodity. | 10 | 3 |
| c. | A perfectly competitive firm faces market price equal to ₹ 15. I. Derive its total revenue schedule for the range of output from 0 to 10 units. II. Suppose the market price increases to ₹ 17. Will the new TR curve be flatter or steeper? | 10 | 3 |
| d. | Define Marginal utility. Explain the consumer's equilibrium with the help of utility schedule | 10 | 2 |
| e. | Explain the relationship between: (i) Marginal revenue and Total revenue (ii) Marginal revenue and Average revenue | 10 | 2 |

SECTION C**3. Attempt any one part of the following: 1 x 10 = 10**

| Q no. | Question | Marks | CO |
|-------|--|-------|----|
| a. | Distinguish between micro economics and macro economics. | 10 | 4 |
| b. | Explain the central problem 'for whom to produce'. | 10 | 2 |

Paper Id:

| |
|--------|
| 293103 |
|--------|

Roll No:

| | | | | | | | | | | | |
|--|--|--|--|--|--|--|--|--|--|--|--|
| | | | | | | | | | | | |
|--|--|--|--|--|--|--|--|--|--|--|--|

4. Attempt any one part of the following:**1 x 10 = 10**

| Q no. | Question | Marks | CO |
|-------|---|-------|----|
| a. | Explain consumer's equilibrium with the help of indifference curves approach. Use diagram | 10 | 2 |
| b. | Distinguish between: (i) Increase and expansion in demand. (ii) Decrease and contraction in demand. | 10 | 4 |

5. Attempt any one part of the following:**1 x 10 = 10**

| Q no. | Question | Marks | CO |
|-------|--|-------|----|
| a. | What is a supply schedule? Explain how changes in prices of other products influence the supply of a given product | 10 | 2 |
| b. | The coefficient of elasticity of supply of a commodity is 3. A seller supplies 20 units of this commodity at a price of ₹ 8 per unit. How much quantity of this commodity will the seller supply when price rises by ₹ 2 per unit? | 10 | 3 |

6. Attempt any one part of the following:**1 x 10 = 10**

| Q no. | Question | Marks | CO |
|-------|---|-------|----|
| a. | What are the different phases in the behavior of total product in the law of variable proportions? Use diagram. Also give reasons behind the behavior in each phase | 10 | 2 |
| b. | Describe Economies and Diseconomies of Scale. What are their importances? | 10 | 2 |

7. Attempt any one part of the following:**1 x 10 = 10**

| Q no. | Question | Marks | CO |
|-------|--|-------|----|
| a. | Give the meaning of oligopoly. Explain how the oligopoly firms are interdependent in taking price and output decisions. | 10 | 2 |
| b. | Give the relationship between TR, AR and MR under monopoly. Compare perfect competition and monopoly with respect to: (i) Allocation of resources (ii) Derivation of supply curve. | 10 | 3 |