LOYOLA COLLEGE (AUTONOMOUS), CHENNAI – 600 034

B.A. DEGREE EXAMINATION – **ECONOMICS**

SECOND SEMESTER – **APRIL 2022**

16/17/18UEC2MC01 – MICRO ECONOMICS - I

Date: 16-06-2022 Dept. No. Max. : 100 Marks

Time: 01:00 PM - 04:00 PM

Section – A

Answer any FIVE questions in about 75 words each. (5 x 4 = 20 marks)

1. What are the basic problems of an economic system?
2. What is meant by consumer surplus?
3. Write a short note on income effect.
4. Define budget line.
5. Distinguish between firm and industry.
6. List out the assumptions of revealed preference theory.
7. Sate the conditions of perfect competition.

Section – B

Answer any FOUR questions in about 250 words each. (4 x 10 = 40 marks)

8. Explain the scope and methods of economics.
9. Examine the factors causing shift in demand curve.
10. Bring out the properties of indifference curve.
11. Enumerate the short run cost curves with suitable diagrams.
12. Analyse the internal and external economies of scale.
13. Explain the short run equilibrium of a firm in a perfectly competitive market with profit.
14. Diagrammatically explain the producer's surplus.

Section – C

Answer any TWO questions in about 900 words each. (2 x 20 = 40 marks)

15. Elucidate the law of demand and the reasons for downward sloping demand curve.
16. Analyse the consumer's optimum choice of goods using indifference curve analysis.
17. Discuss in detail the law of returns to scale.
18. Elaborate the equilibrium of a firm under monopolistic competition.

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