

LOYOLA COLLEGE (AUTONOMOUS), CHENNAI – 600 034



B.A. DEGREE EXAMINATION – ECONOMICS

FIRST SEMESTER – APRIL 2016

EC 1500 – MICRO ECONOMICS - I

Date: 02-05-2016

Dept. No.

Max. : 100 Marks

Time: 01:00-04:00

Part-A

(5x4=20 marks)

Answer any **FIVE** of the following not exceeding 75 words:

1. Write a note on 'Economic Theory'.
2. Give a note on Price Effect under consumer behaviour.
3. State the significance of Isoquants.
4. What are the features of perfect competition?
5. Bring out the importance of selling cost.
6. What are the factors that decide changes in demand and supply?
7. What is meant by 'Returns to Scale'?

Part-B

(4x10=40 marks)

Answer any **FOUR** of the following not exceeding 300 words:

8. Explain the basic problems of an economic system.
9. Discuss the cardinal utility analysis to the law of demand.
10. Explain the law of variable proportions.
11. Differentiate short run from long run determination of output under perfect competition.
12. Explain the price determination under monopolistic competition.
13. Discuss the elasticity of supply and the factors affecting the same.
14. Explain the Law of Demand. What are its exceptions?

Part-C

(2x20=40 marks)

Answer any **TWO** of the following not exceeding 900 words:

15. Discuss the consumer equilibrium using indifference curve analysis.
16. Explain the various cost curves using relevant diagram.
17. Using a suitable diagram, explain the law of diminishing marginal utility.
18. Explain the kinked demand curve under oligopoly with a help of a diagram.

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