

Roll No. ....

(12/19-II)

**4474**

**B. Com. (Gen./Voc.) EXAMINATION**

(For Batch 2017 & Onwards)

(First Semester)

**MICRO ECONOMICS**

**BC-1.4**

*Time : Three Hours*

*Maximum Marks : 80*

**Note :** Attempt *Five* questions in all, selecting at least *one* question but not more than *two* questions from each Unit and Q. No. 10 is compulsory.

**Unit I**

1. Explain whether Economics is a Science or an Art or both.
2. What is price elasticity of demand ? Explain its degrees and measurements.

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3. Explain the law of diminishing marginal utility. Also discuss the important of law.

## Unit II

4. What are internal and external economies and diseconomies ? Explain their causes.
5. Explain the relationship between isoquants and returns to the scale.
6. Explain the modern approach to the theory of cost.

## Unit III

7. Distinguish between market price and normal price. How is market price determined ?
8. Explain equilibrium under discriminating monopoly.
9. Discuss the main features of monopolistic competition. How is price and output determined under it ?

### Compulsory Question

10. Write short notes on the following :

- (a) *Four* exceptions of law of demand.
- (b) Law of equi-marginal utility.
- (c) Law of diminishing returns to scale.
- (d) Price elasticity of supply.
- (e) Conditions of equilibrium of the industry.