

Roll No. ....

(12/19-II)

**4803**

**B.Com. EXAMINATION**

(For Batch 2013 to 2016 Only)

(First Semester)

**MICRO ECONOMICS**

**BC-103**

*Time : Three Hours*

*Maximum Marks : 80*

**Note :** Attempt *Five* questions in all. Question No. 1 is compulsory. All questions carry equal marks.

1. Briefly discuss the following : **16**

- (a) Microeconomics vs macroeconomics
- (b) Marginal utility
- (c) Income effect
- (d) Demand function

- (e) Law of supply
- (f) Diminishing returns to a factor
- (g) Monopoly
- (h) Selling cost

2. Explain in detail the nature and scope of economics. 16
  
3. Explain the law of diminishing marginal utility. Also describe the importance and limitations of it. 16
  
4. Discuss the following :  $6 + 5 + 5 = 16$ 
  - (a) Degrees of price elasticity of demand
  - (b) Relationship between AR, MR and Elasticity of demand
  - (c) Substitution effect
  
5. What is Isoquant ? Explain the properties of isoquant curve. Also describe the law of returns to scale. 16
  
6. Explain the traditional theory of cost in detail with the help of table and diagram. 16

7. What do you mean by economies of scale ?  
Explain the economies and diseconomies of  
scale. 16
8. What is price discrimination ? How does the  
firm determine its price and output under  
monopoly in the short run ? Explain. 16
9. Explain the Chamberlain's approach of price  
and output determination under monopolistic  
competition. Also describe the difference  
between monopoly and monopolistic  
competition. 16