

D 12689

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Name.....

Reg. No.....

FIRST SEMESTER (CBCSS—UG) DEGREE EXAMINATION, NOVEMBER 2021

Economics

ECO 1B 01—MICRO ECONOMICS—I

(2021 Admissions)

Time : Two Hours and a Half

Maximum : 80 Marks

Section A*Answer atleast ten questions.**Each question carries 3 marks.**All questions can be attended.**Overall ceiling 30.*

1. Define inductive method.
2. What is normative economics ?
3. Describe Production Possibility Curve.
4. Define Cross elasticity of demand.
5. What is demand forecasting ?
6. Explain weak ordering of preferences.
7. Define income effect.
8. What is a Giffen good ?
9. What is short-run production function ?
10. What does an isocost line show ?
11. How can the concept of L- shaped Cost curve be explained ?
12. What is implicit cost ?
13. Explain consumer surplus.
14. Define capitalism.
15. Present the scarcity definition of Economics.

(10 × 3 = 30 marks)

Turn over

Section B

*Answer atleast **five** questions.
Each question carries 6 marks.
All questions can be attended.
Overall ceiling 30.*

16. Explain the laws of returns to scale.
17. Describe the basic competitive model.
18. How the market demand curve of a commodity is derived ?
19. What are the determinants of market supply ?
20. Explain price effect, income effect and substitution effect in the case of an inferior good with the help of a diagram.
21. Discuss the features of the consumer indifference curve
22. What are the external economies ?
23. Explain the Equi-marginal principle of consumer equilibrium.

(5 × 6 = 30 marks)

Section C

*Answer any **two** questions.
Each question carries 10 marks.*

24. Explain the properties of Cobb-Douglas production function. List out major limitations of the function.
25. Critically present the revealed preference approach towards consumer behaviour.
26. Discuss the elasticity of demand concepts in detail. How the elasticity is measured?
27. Present the nature, scope and method of Economics.

(2 × 10 = 20 marks)