

D 32425

(Pages : 2)

Name.....

Reg. No.....

**FIRST SEMESTER (CBCSS—UG) DEGREE EXAMINATION
NOVEMBER 2022**

Economics

ECO 1B 01—MICRO ECONOMICS—I

(2019—2022 Admissions)

Time : Two Hours and a Half

Maximum : 80 Marks

Section A*Short Answer Questions. Maximum marks in this section is 25.**Students can attempt all questions.**Each question carries a maximum of 2 marks.*

1. Explain macro economics.
2. What is positive economics ?
3. Define explicit cost.
4. What is income elasticity of demand ?
5. What is cost function ?
6. Define strong ordering
7. What is price effect ?
8. What is an inferior good ?
9. Describe long-run production function.
10. What does budget line show ?
11. Explain average cost.
12. What are scale economies ?
13. Explain consumer surplus.
14. Define economic system.
15. Briefly discuss the wealth definition of economics.

Turn over

Section B

Short Essay / paragraph Questions. Maximum marks in this section is 35.

Students can attempt all questions.

Each question carries a maximum of 5 marks.

16. Differentiate positive economics and normative economics.
17. Explain the basic problems of an economy.
18. Explain the importance of demand forecasting.
19. What are the determinants of individual demand ?
20. Explain price effect, income effect and substitution effect in the case of a normal good with the help of a diagram.
21. Discuss the properties of an indifference curve.
22. Describe the modern theory of cost.
23. Explain the assumptions of ordinal utility analysis.

Section C

Long Essay Questions. Answer any two questions.

Each question carries a maximum of 10 marks.

24. Explain the major properties and limitations of Cobb-Douglas production function.
25. Critically analyse the cardinal utility approach towards consumer behaviour.
26. Discuss the nature and scope of economics and justify the need for studying economics.
27. Explain the elasticity of demand concepts in detail and describe the various methods used for measuring elasticity.