

**M.E.S. COLLEGE OF ARTS & COMMERCE, ZUARINAGAR-GOA**  
**B.A. (CBCS) I Semester End Examination (Regular/ Repeat) January, 2022**  
**CC ECONOMICS- MICROECONOMICS I (ECC-101)**

**Instructions**

- 1) All Questions are compulsory.
- 2) Answer any four sub-questions each in Q.1 & Q.2 in not more than 100 words.
- 3) Answer Q.3 to Q.6 in not more than 400 words each.
- 4) Draw diagrams wherever required.

**Time: 2 Hours**

**Marks: 80**

**Q 1) Answer any four of the following (4x4= 16)**

- a) Write a short note on price floor.
- b) Explain any two features of socialism.
- c) Briefly explain cross elasticity of demand.
- d) Write a short note on production possibility curve.
- e) Explain the concept of increase and decrease in demand.
- f) Mr. X demands 10 hamburgers when the price is ₹ 70 per hamburger. When the price of each hamburger rises to ₹ 80, his demand falls to 6 hamburgers. Calculate and identify the type of price elasticity.

**Q 2) Answer any four of the following (4x4= 16)**

- i) What do you mean by production function?
- ii) Briefly explain the income effect.
- iii) Distinguish between short run cost and long run cost.
- iv) Write a short note on implicit cost.
- v) Explain any two economies of scale.
- vi) Write a short on economies of scope.

**Q .3 A) Define capitalism. Explain its main features. (12)**

**OR**

**B) Explain the law of demand with the help of demand schedule and demand curve. (12)**

**Q .4 A) Explain in detail the types of price elasticity of demand. (12)**

**OR**

**B) Describe market equilibrium with the help of demand and supply curves. (12)**

**Q 5 A) Explain the law of diminishing marginal utility. (12)**

**OR**

**B) Explain consumer equilibrium with the help of indifference curve analysis. (12)**

**Q 6 A) Explain the Law of Variable Proportions (12)**

**OR**

**B) Calculate the TVC, TAC, AFC, AVC and MC when the firm TFC is Rs. 2000. The total cost of firm at corresponding unit under constant return to scale is given below. (12)**

|             |      |      |      |      |      |      |      |      |
|-------------|------|------|------|------|------|------|------|------|
| No. of Unit | 1    | 2    | 3    | 4    | 5    | 6    | 7    | 8    |
| Total Cost  | 2030 | 2046 | 2055 | 2074 | 2100 | 2230 | 2285 | 2245 |

