

Govt. Model Degree College Mahanpur

Session - 2020-21

Subject - Economics
Semester - Ist (CBCS)
Subject Title - Principles of Microeconomics I
Course Code - UECTC: 101

Dated - 06/05/21
Time Alloted - 3 hours
Maximum Marks - 80

Each Question carries 20 marks. Attempt any four questions out of the given eight questions.

1. What is Economics (explain with various definitions)? Briefly explain the nature and scope of Economics?
2. Explain price elasticity of demand? Explain all the methods of measuring point elasticity of demand?
3. Explain why market equilibrium is determined at the intersection of the demand and supply curves. How is market equilibrium affected when consumers' income changes, all other factors remaining the same?
4. Define law of demand and law of supply with diagrams? State and explain various factors influencing elasticity of demand?
5. Discuss various types of income and cross elasticity of demand?
6. Explain the Law of Diminishing Marginal Utility? Also discuss the assumptions, limitations and importance of the Law of Diminishing Marginal Utility?
7. Explain the effects of change in income and price on consumer's equilibrium?
8. Explain the concept of consumer's equilibrium with the help of Marshallian Approach? Explain the assumptions, criticism and importance of consumer equilibrium?