

DHANAMANJURI UNIVERSITY

BA 1<sup>st</sup> SEMESTER (CBCS)

2021

DECEMBER

ECONOMICS (Hons)

CEC-101

INTRODUCTORY MICROECONOMICS

Full Mark: 100

*The figures in the margin indicate full marks for the questions.*

1. Answer the following questions: 5 x 8 = 40
  - a) Write a note on 'Incentives' in Economics.
  - b) Define 'Rationing' in Economics with example.
  - c) Distinguish between short-run and long-run cost.
  - d) What is meant by 'Cross Elasticity of Demand'?
  - e) Explain the concept of 'Advertising Elasticity of Demand'.
  - f) Distinguish between Individual Demand and Market Demand.
  - g) Explain the concept of 'Budget Constraint'.
  - h) Write the features of 'Monopoly'.
2. Explain how "Scarcity and Problem of Choice" is the basis of all economic problems in an economy. 10
3. What is a supply schedule? Explain how a supply curve can be drawn using a supply schedule? 5+5=10
4. Explain the "Choice between leisure and consumption" in a supply curve. 10
5. Explain the cost and output determination of a firm under perfect competition in the short run. 10
6. Discuss the government policies towards perfect competition. 10
7. What are the factors affecting the demand for labour in a labour market. 10

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