

End Semester Examination (2021-22)-Odd Semester**BA –(Hons.) Economics I Year (I Sem)****Course Name: Introductory Microeconomics****Code: BEM1005****Time: 02 Hours****Max Marks: 60****University Roll No.****(To be filled by the Student)****Note: Please read instructions carefully:**

- a) The question paper has 03 sections and it is compulsory to attempt all sections.
b) All questions of Section A are compulsory; questions in Section B and C contain choice.

Section A: Very Short Answer type Questions		BL	CLO	Marks
Attempt all the questions.				(10)
1.	Distinguish between Normative economics and positive economics	BL3	CLO 1	02
2.	Define equilibrium with its various types.	BL2	CLO 2	02
3.	What is budget line?	BL 1	CLO3	02
4.	Explain Engel Curve.	BL2	CLO3	02
5.	Illustrate Wage determination	BL3	CLO4	02
Section B: Short Answer Type Questions		BL	CLO	Marks
Attempt any 03 out of 05 questions.				(30)
1.	Discuss opportunity cost with appropriate diagram.	BL1	CLO 1	10
2.	Explain the shifts in demand and supply curve with suitable diagram.	BL2	CLO2	10
3.	Describe Revealed preference theory. Also show its various properties.	BL2	CLO 3	10
4.	Critically analyze the classical theory of interest.	BL4	CLO 4	10

5.	Calculate, the Equilibrium Price & Quantity from details and schedule given below. The total demand for wheat and total supply of wheat per month in the Kanas City Grain Market are as follows.	BL3	CLO 2	10																												
	<table border="1"> <thead> <tr> <th>Thousands of bushels demanded</th> <th>Price per Bushel</th> <th>Thousands of bushels supplied</th> <th>Surplus or shortage</th> </tr> </thead> <tbody> <tr> <td>75</td> <td>3.40</td> <td>72</td> <td>-03</td> </tr> <tr> <td>69</td> <td>3.70</td> <td>71</td> <td>-02</td> </tr> <tr> <td>70</td> <td>4.00</td> <td>70</td> <td>00</td> </tr> <tr> <td>71</td> <td>4.30</td> <td>68</td> <td>+3</td> </tr> <tr> <td>72</td> <td>4.60</td> <td>61</td> <td>+11</td> </tr> <tr> <td>65</td> <td>4.90</td> <td>42</td> <td>+23</td> </tr> </tbody> </table>	Thousands of bushels demanded	Price per Bushel	Thousands of bushels supplied	Surplus or shortage	75	3.40	72	-03	69	3.70	71	-02	70	4.00	70	00	71	4.30	68	+3	72	4.60	61	+11	65	4.90	42	+23			
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Section C: Long Answer Type Questions

Attempt any 01 out of 04 questions.

		BL	CLO	Marks (20)
1.	“The cause-when more is demanded at the price, there is rightward shift in demand curve, when less is demanded at the same price there is leftward shift in demand curve”. Analyze the above statement and give the suitable explanation with diagram. Also examine the determinants of household demand and market demand.	BL4	CLO 2	20
2.	Analyze the law of diminishing marginal utility with suitable example and diagram. Identify and predict the conditions for minimizing marginal utility.	BL3	CLO2	20
3.	Explain the Marginal Productivity Theory of Rent with appropriate example, along with the Classical and Modern concept of Quasi Rent.	BL4	CLO4	20
4.	Distinguish between price consumption curve and income consumption curve. Also the relationship elucidated by Engel Curve with suitable diagram.	BL4	CLO3	20
