

**352102****December 2023****B.Com. (Honours) - 1st SEMESTER****Micro Economics (BCOM-BCH-102)**

Time : 3 Hours]

[Max. Marks : 75

*Instructions :*

1. *It is compulsory to answer all the questions (1.5 marks each) of Part-A in short.*
2. *Answer any four questions from Part-B in detail.*
3. *Different sub-parts of a question are to be attempted adjacent to each other.*

**PART-A**

1. (a) Write the definition of economics. (1.5)  
(b) Explain the scope of micro economics. (1.5)  
(c) What do you mean by elasticity of supply? (1.5)  
(d) Differentiate between internal and external economies of scale. (1.5)  
(e) Write the name of various stages of law of variable proportions. (1.5)  
(f) If price of Coke increase what would be the impact on demand of Pepsi? (1.5)  
(g) Write short note on oligopoly market. (1.5)

- (h) Explain the aspect of non-price competition of oligopolistic behaviour. (1.5)
- (i) What are the fundamental factors of production? (1.5)
- (j) In neoclassical economics, what factors determine wage rates in competitive labor markets? (1.5)

### PART-B

- 2. Write the properties of indifference curve. How consumer equilibrium can be achieved with the help of indifference curve? (15)
- 3. (a) Explain law of demand. What are the exceptions of law of demand? (7.5)  
(b) Write a detailed note on elasticity of demand and its types. (7.5)
- 4. (a) What is the difference between Monopoly, Monopolistic and Perfect competition? (7.5)  
(b) How price equilibrium is decided in Monopoly in short run. (7.5)
- 5. (a) Explain the shape of the short-run average total cost (ATC) curve and the short-run marginal cost (MC) curve. How are they related? (5)  
(b) Explain the concept of economies of scale and diseconomies of scale in the context of long-run cost curves. (5)

- (c) How does the availability and cost of inputs (e.g., labor, raw materials) affect a firm's decision regarding its size? (5)

- 6. (a) Differentiate between short term and long term production function. (5)  
(b) Explain law of return to scale and its types in detail. (10)
  - 7. (a) What is the Marginal Productivity Theory of distribution, and what are its fundamental principles? (10)  
(b) What is quasi-rent, and how does it differ from economic rent? Provide a clear distinction between the two concepts. (5)
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