

FIRST SEMESTER B.A. DEGREE EXAMINATION, NOVEMBER 2025

(CBCSS - UG)

CC19UECO1B01 - MICROECONOMICS - I

(Economics - Core Course)

(2019 to 2023 Admissions - Supplementary)

Time : 2.5 Hours

Maximum : 80 Marks

Credit : 5

Part A (Short answer questions)Answer ***all*** questions. Each question carries 2 marks.

1. State inductive methods.
2. What is positive economics?
3. What is Law of Demand?
4. What do you mean by income elasticity of demand?
5. What do you mean by shifts in supply?
6. Define equilibrium.
7. Distinguish between Cardinal utility and Ordinal utility.
8. Define Price/Budget Line.
9. Explain substitution effect.
10. Explain inferior good.
11. Explain MRTS.
12. Explain the role of internal economies in reducing cost of production.
13. Explain Cobb-Douglas production function.
14. Distinguish between fixed cost and variable cost.
15. Explain long run average cost with the help of envelope curve.

(Ceiling: 25 Marks)**Part B (Paragraph questions)**Answer ***all*** questions. Each question carries 5 marks.

16. Explain any two definitions of economics.
17. Discuss the basic problems of an economy.

18. Discuss different types of elasticity of supply.
19. Explain increase and decrease in demand.
20. What is indifference curve? Explain the properties of indifference curve.
21. Elucidate Revealed Preference Theory of Paul Samuelson.
22. Describe Hicksian method of measuring consumer's surplus.
23. Explain the production possibility frontier.

(Ceiling: 35 Marks)

Part C (Essay questions)

Answer any ***two*** questions. Each question carries 10 marks.

24. Discuss different methods for calculating price elasticity of demand.
25. State and explain the law of diminishing marginal utility. What are its limitations?
26. Explain splitting up of price effect into income and substitution effect.
27. State and criticize the Law of Variable Proportions.

($2 \times 10 = 20$ Marks)
