

STELLA MARIS COLLEGE (AUTONOMOUS), CHENNAI – 86
(For Candidates admitted during the academic year 2004 – 2005 and thereafter)

SUBJECT CODE: EC/MC/ME14

B.A. DEGREE EXAMINATION NOVEMBER 2007
BRANCH IV – ECONOMICS
FIRST SEMESTER

COURSE : MAJOR – CORE
PAPER : MICRO-ECONOMICS - I
TIME : 3 HOURS

MAX.MARKS : 100

SECTION – A

ANSWER ALL QUESTIONS. EACH ANSWER NOT TO EXCEED 50 WORDS
(10 X 3 = 30)

1. Distinguish between Micro and Macro Economics.
2. Define Elasticity of demand.
3. What is Cross Demand?
4. Explain price consumption curve.
5. Write a note on Production Function.
6. Differentiate average cost from marginal cost.
7. Distinguish between extension and contraction of demand.
8. Elucidate iso-product curves.
9. Distinguish between market price and normal price.
10. Distinguish between pure and perfect competition.

SECTION – B

ANSWER ANY FIVE QUESTIONS. EACH ANSWER NOT TO EXCEED 300 WORDS.
(5 X 6 = 30)

11. State and explain the Law of Diminishing Marginal Utility.
12. Describe the different kinds of elasticity.
13. Examine the relationship between production and cost curves.
14. How do selling costs differ from production costs?
15. What are the properties of Indifference Curves?
16. What is price discrimination? When is it possible?
17. Discuss the importance of time element in price theory.

SECTION – C

ANSWER ANY TWO QUESTIONS. EACH ANSWER NOT TO EXCEED 1200 WORDS.
(2 X 20 = 40)

18. Examine critically the concept of consumer's surplus and illustrate its use in economic analysis.
19. Explain Cobb Douglas Production Function.
20. How is price determined under perfect competition?
21. Explain the difference between perfect competition and monopoly.
