

STELLA MARIS COLLEGE (AUTONOMOUS), CHENNAI – 86
(For Candidates admitted during the academic year 2008 – 2009 & thereafter)

SUBJECT CODE: EC/MC/ME14

B.A. DEGREE EXAMINATION NOVEMBER 2010
BRANCH IV – ECONOMICS
FIRST SEMESTER

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

MAX. MARKS: 100

SECTION – A

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

1. State the Law of Demand.
2. What is meant by Indifference Curve?
3. What is Substitution Effect?
4. Define elasticity of demand.
5. Define the Law of Diminishing Returns.
6. What is meant by Production Function?
7. What is Marginal Cost?
8. What is a firm?
9. Mention different types of Price Discrimination.
10. What is imperfect competition?

SECTION – B

ANSWER ANY FIVE QUESTIONS. EACH ANSWER NOT TO EXCEED 300 WORDS
(5x6=30)

11. Explain the Law of Diminishing Marginal Utility.
12. What are the characteristics of an Indifference Curve?
13. Discuss the role and significance of elasticity of demand.
14. Explain the Law of Variable proportions.
15. Distinguish between Market Price and Normal Price.
16. Bring out the main features of perfect competition.
17. Distinguish between Production Costs and Selling Costs.

SECTION – C

ANSWER ANY TWO QUESTIONS. EACH ANSWER NOT TO EXCEED 1200 WORDS
(2x20=40)

18. Explain the methods of measuring elasticity of demand.
19. What is Consumer Surplus? Analyse the importance and its usefulness.
20. Explain Price determination under perfect competition
21. What is Price Discrimination? When is it possible and profitable?
