



Register Number:

DATE: 23-10-2019

**ST. JOSEPH'S COLLEGE (AUTONOMOUS), BANGALORE-27**  
**B.A. ECONOMICS– I SEMESTER**  
**SEMESTER EXAMINATION: OCTOBER 2019**  
**ECA 1118: MICRO ECONOMICS**

**Time- 2 ½ hrs.**

**Max Marks-70**

**This paper contains 2 printed pages and 3 parts**

**Part – A**

**I Answer any 10 of the following**

**[10 x 3 = 30]**

- 1) What are Positive and Normative Economics?
- 2) What are 3 fundamental questions of production and consumption?
- 3) Using the following marginal utility chart, find the 3 missing values of marginal utility

Tickets Bought	Total utility	Marginal utility
1	10	10
2	18	8
3	24	
4	28	
5	30	2
6	30	0
7	28	

- 4) What is consumer's surplus?
- 5) What does the Law of Demand State?
- 6) Why is Indifference Curve Convex to the Origin?
- 7) What are the 5 ways to categorize price elasticity of demand?
- 8) State meaning of Opportunity Cost.
- 9) Mention the conditions of equilibrium under perfect competition and Imperfect market.
- 10) What are Selling Costs?
- 11) What are the 4 criteria for a perfectly competitive market?
- 12) Define rent according to Ricardo.

**PART-B**

**II Answer any 2 of the following**

**[2x 5 =**

**10]**

13) Write a note on different branches of Micro Economics.?

14) Calculate Total cost[TC],Marginal Cost [MC], and Average Cost [AC] for a given firm

Quantity [Q]	Fixed Cost [FC]	Variable cost [VC]	Total Cost[TC]	Marginal Cost [MC],	Average Cost [AC]
1	10.5	14.5	25	-	-
2	10.5	20.5	31		
3	10.5	28.5			
4	10.5	30.5	41		

15) Explain the law of variable proportions.

**PART-C**

**III. Answer any 2 of the following**

**[2 x 15 = 30]**

16) Explain the methods to calculate Elasticity of Demand.

17) Elucidate the price and output determination under Perfect competition.

18) Explain the theory of Rent according to David Ricardo.

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