



ECONOMICS

(Interdisciplinary Paper)

Paper Code : IDP-2/EM

(Elementary Microeconomics)

Full Marks : 37½

Pass Marks : 40%

Time : 2 hours

(PART : B—DESCRIPTIVE)

(Marks : 25)

The questions are of equal value

OR

1. Explain the basic economic problems.

2. Explain the methodology of economics.

24L/932a

3. Explain the different types of economic system.

4. State and explain the law of demand with the help of a schedule and diagram.

5. Explain the factors determining individual demand for a good.

6. Briefly explain the shift in the demand and supply curves with suitable diagram.

7. State and explain the features of perfect competition.

8. State and explain the features of imperfect competition.

9. Explain the short-run equilibrium of a firm under perfect competition.

10. Explain the long-run equilibrium of a firm and industry under perfect competition.

24L—500/932a

IDP-2/EM (CP)

2024

(FYUGP)
(2nd Semester)

ECONOMICS

(Interdisciplinary Paper)

Paper Code : IDP-2/EM



(**Elementary Microeconomics**)

(PART : A—OBJECTIVE)

(Marks : 12½)

The figures in the margin indicate full marks for the questions

SECTION—I

(Marks : 7½)

Choose the correct answer by putting a Tick (✓) mark in the brackets provided : $\frac{1}{2} \times 15 = 7\frac{1}{2}$

1. Who is the father of economics?

- (a) Alfred Marshall ()
- (b) J. M. Keynes ()
- (c) Adam Smith ()
- (d) Lionel Robbins ()

2. Who gave the welfare definition of economics?

- (a) Pigou ()
- (b) Marshall ()
- (c) Friedman ()
- (d) J. M. Keynes ()

3. The statement, "A fall in the supply of petrol will lead to an increase in its price", is a

- (a) normative statement ()
- (b) positive statement ()
- (c) Both (a) and (b) ()
- (d) None of the above ()

4. The deductive method of economic analysis is also known as

- (a) hypothetical method ()
- (b) abstract method ()
- (c) analytical method ()
- (d) All of the above ()

5. Which of the following is not a feature of capitalism?

- (a) Private property ()
- (b) Social welfare ()
- (c) Profit motive ()
- (d) Freedom of enterprise ()

6. An increase in the income of the consumer will shift the demand curve

- (a) rightwards ()
- (b) leftwards ()
- (c) Remains constant ()
- (d) None of the above ()

7. If the price of a given good falls, demand for its substitute will

- (a) decrease ()
- (b) increase ()
- (c) remain constant ()
- (d) None of the above ()

8. The supply of a product and cost of production are

- (a) not related ()
- (b) inversely related ()
- (c) positively related ()

9. An increase in the price of raw materials will shift the supply curve

- (a) to the right ()
- (b) to the left ()
- (c) Will not shift ()
- (d) None of the above ()

10. The price elasticity of demand is said to be unitary elastic when

- (a) $E_p > 1$ ()
- (b) $E_p < 1$ ()
- (c) $E_p = 1$ ()
- (d) $E_p = 0$ ()

11. If a product is used for a number of purposes, its demand will be

- (a) elastic ()
- (b) inelastic ()
- (c) unitary elastic ()
- (d) None of the above ()

12. In a perfectly competitive market, the products are

- (a) homogeneous ()
- (b) heterogeneous ()
- (c) Both (a) and (b) ()
- (d) None of the above ()

13. Which of the following is an important feature of imperfect competition?

- (a) Selling costs ()
- (b) Price makers ()
- (c) Product differentiation ()
- (d) All of the above ()

14. In the short run, under perfect competition, a firm is in equilibrium when

- (a) $MC = MR$ ()
- (b) $MC > MR$ ()
- (c) $MC < MR$ ()
- (d) None of the above ()

15. What does the phrase 'ceteris paribus' mean?

- (a) 'allow to do' ()
- (b) 'other things being equal' ()
- (c) 'household manager' ()
- (d) None of the above ()

(7)

SECTION—II

(Marks : 5)

Answer any *five* of the following in very short : $1 \times 5 = 5$

1. Define economics.

(8)

2. State the law of supply.

- Answer any *five* of the following in very short : $1 \times 5 = 5$
- (a) Selling costs
 - (b) Price makers
 - (c) Product differentiation
 - (d) All of the above

(9)

3. Define price elasticity of demand.

(10)

4. What is perfect competition?

(11)

5. What is an economic system?

6. What is positive economics?

7. State one factor which causes a shift in the supply curve.

