

TDC (CBCS) Odd Semester Exam., 2019

COMMERCE

(1st Semester)

Course No. : COMGE-101 T

(Microeconomics)

Full Marks : 70

Pass Marks : 28

Time : 3 hours

*The figures in the margin indicate full marks
for the questions*

UNIT—I

1. Answer any *two* from the following : 2×2=4

- (a) What is marginal revenue?
- (b) Define cross elasticity of demand.
- (c) What is Engel curve?

2. (a) What is indifference curve? State its assumptions. How do you explain consumer equilibrium under indifference curve analysis? 5+5=10

(2)

Or

- (b) What is price effect? Discuss the components of price effect. 4+6=10

UNIT—II

3. Answer any *two* from the following : 2×2=4

- (a) What is economic region of production?
 (b) What is private cost of production?
 (c) Define diseconomies of scale.

4. (a) Explain the laws of return to scale. How is return to scale explained through iso-quants? 4+6=10

Or

- (b) Distinguish between long-run and short-run costs of production. Discuss the salient features of the long-run average cost curve. 5+5=10

UNIT—III

5. Answer any *two* from the following : 2×2=4

- (a) Define perfectly competitive market.
 (b) Distinguish between firm and industry.
 (c) How are price, cost and revenue of a product related?

(3)

6. (a) What are the conditions of equilibrium of an individual firm under perfect competition in short-run? Explain how an individual firm attains equilibrium in short-run under the conditions of perfect competition. 3+7=10

Or

- (b) What do you mean by equilibrium of the industry in long-run? Explain how an industry will attain equilibrium under perfect competition in long-run period. 3+7=10

UNIT—IV

7. Answer any *two* from the following : 2×2=4

- (a) Explain horizontal integration of firms.
 (b) What are the sources of monopoly power?
 (c) What is shifting in demand curve?

8. (a) Discuss the features of monopoly market. Also discuss the methods of measuring the degree of monopoly power. 4+6=10

(4)

Or

- (b) Discuss the rule of thumb for pricing in monopoly market. Is price discrimination profitable to a firm? Explain. $6+4=10$

UNIT—V

9. Answer any *two* from the following : $2 \times 2 = 4$
- (a) What is monopolistic competition?
 - (b) Mention any two features of an oligopolistic market.
 - (c) What is collusive oligopoly?
10. (a) Discuss the factors on which price leadership of a firm depends. Explain any two price leadership models. $4+6=10$

Or

- (b) What is contestable market? How does contestable market theory work? $3+7=10$

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