

C.U.SHAH UNIVERSITY

Summer Examination-2018

Subject Name : Micro Economics-I

Subject Code : 4CO01MEC2

Branch: B.Com (English)

Semester : 1

Date : 21/03/2018

Time : 02:30 To 05:30

Marks : 70

Instructions:

- (1) Use of Programmable calculator & any other electronic instrument is prohibited.
- (2) Instructions written on main answer book are strictly to be obeyed.
- (3) Draw neat diagrams and figures (if necessary) at right places.
- (4) Assume suitable data if needed.

- Q-1** **Attempt the following questions:** **(14)**
- a)** Profit is difference between ----- (1)
- (A)production expenditure and inventory expenditure
- (B)Income and Expenditure
- (C)Production expenditure and Sales expenditure
- (D)Price and Sales
- b)** Modern Economics include ----- (1)
- (A)Micro Economics (B)Macro Economics
- (C)Micro and Macro Economics (D)Welfare Economics
- c)** Basic Principles of Management Economics become ----- the Economic problems of the firm. (1)
- (A)helpful in solving (B)complex
- (C)useless in solving (D)no role
- d)** The incremental principle means..... (1)
- (A)concept of period (B)concept of discount
- (C)concept of excess (D)concept of equal marginal
- e)** Howmany types of elasticity of demands? (1)
- (A)Three (B)Four
- (C)Five (D)Six
- f)** Howmany types of Elasticity of Income? (1)
- (A)Three (B)Four
- (C)Five (D)Six
- g)** Production function is----- relation. (1)
- (A)Geometrical (B)Statical
- (C)Mathematical (D)Scientific
- h)** Types of Production function are..... (1)
- (A)Two (B)Three
- (C)Four (D)Five
- i)** Isoquant Curve is (1)
- (A)does not cross each other (B)crosses each other
- (C)are parallel to each other (D)are parallel to axle



- j) With the change in the price of inputs..... (1)
 (A) Iso cost Curve changes place
 (B) Slope of Iso cost Curve changes
 (C) the status of Iso cost Curve remains the same
 (D) the status and slope of Iso cost Curve changes
- k) What is called the net production in any country? (1)
 (A) Inter regional production (B) National production
 (C) Regional production (D) Political production
- l) What can the financial value of total material production of any country be called? (1)
 (A) Regional Income (B) Public Income
 (C) Political Income (D) National Income
- m) The Concept of Real Cost (1)
 (A) based on others (B) unrelated
 (C) subjective and relative (D) real
- n) In the long run all the costs..... (1)
 (A) increase (B) become constant
 (C) become variable (D) reduce

Attempt any four questions from Q-2 to Q-8

- Q-2 Attempt all questions (14)**
 (A) Explain the Nature of Business Economics. (7)
 (B) Explain the types of Business Decisions. (7)
- Q-3 Attempt all questions (14)**
 (A) Explain the differences between the incremental concept and marginal concept. (7)
 (B) Explain the Theory of Discount. (7)
- Q-4 Attempt all questions (14)**
 (A) Explain the Importance of Price Elasticity of Demand. (7)
 (B) What is Income Elasticity of Demand? State its types. Explain. (7)
- Q-5 Attempt all questions (14)**
 (A) Explain the Traditional Approach of Cost. (7)
 (B) Differentiate between- (7)
 (1) Average cost and Marginal cost
 (2) Fixed cost and Variable cost
- Q-6 (A) What is Isoquant Curve? Explain its characteristics. (7)**
(B) Short Notes on:- (7)
 (1) Expansion path of a firm
 (2) Isoquant Curve
- Q-7 Explain the Principle of Marginal Productivity of Distribution. (14)**
Q-8 Discuss the Advantages and Disadvantages of internal Economics. (14)

