

Note: 1. All questions are compulsory.

2. Each question carries 20 marks.

3. Draw neat diagrams wherever necessary.

4. Use of Simple Calculator is allowed.

Q.1. Answer the following questions. (Any 2)

(20)

- (A) Describe the Importance of Micro Economics
- (B) Discuss the Positive and Normative Economics.
- (C) Explain the concepts: Equations and Functions

Q.2. Answer the following questions. (Any 2)

(20)

- (A) Explain the Trade off Faced by the Individual.
- (B) Write various benefits from Exchange.
- (C) Discuss the relationship between Inflation and Unemployment.

Q.3. Answer the following questions. (Any 2)

(20)

- (A) Explain the movements along the Demand and Supply Curve.
- (B) Describe the Three Steps to Analyse Changes in Market Equilibrium.
- (C) Explain the methods of Measuring Price Elasticity of Demand.

Q.4. Answer the following questions. (Any 2)

(20)

- (A) Write the Properties of Indifference Curve.
- (B) Explain the concept of Income Effect.
- (C) Describe the concept of Consumer's Surplus.

Q.5. Write explanatory notes on: (Any 2)

(20)

- (A) Scope of Micro Economics
- (B) Responses to Incentives
- (C) Income and Cross Elasticity of Demand
- (D) Cardinal and Ordinal Approaches