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) Explain the Law of Equi- Marginal Utility.

(B) Write the Properties of Indifference Curve.

(C) Describe the Income Effect.

Q.2. Answer the following questions. (Any 2)   (20)

(A) Explain the Cobb-Douglas Production Function.

(B) Write Law of Returns to Scale.

(C) Discuss the concept of Producer's Equilibrium.

Q.3. Answer the following questions. (Any 2)   (20)

(A) Explain various concepts of Costs.

(B) Describe the behavior of costs in the short run and the long run.

(C) Explain the relationship between TR, AR and MR curve under Perfect Competition.

Q.4. Answer the following questions. (Any 2)   (20)

(A) Write the characteristics of competitive Market.

(B) Explain the Equilibrium of the Firm in Competitive Market.

(C) Discuss the concept of Consumer's Surplus.

Q.5. Write explanatory notes on (Any 2)   (20)

(A) Consumers Scale of Preference with respect to strong and weak ordering.

(B) Law of Variable Proportion

(C) Implicit and Explicit Costs

(D) Producer's Surplus