Ba/Bc/EC2.GE2/EC2.DSC1B

2024

3. Graphically expl (CBCS) its' substitution

(2nd Semester) 4. Discuss the preference towards risk of risk

ECONOMICS

Paper No.: EC2.GE2/EC2.DSC1B

5. Explain the three kinds of return (Principles of Microeconomics—II) 6. What are isoquants? Explain the properties

Full Marks: 75 Pass Marks: 40%

Time: 3 hours

(PART : B—DESCRIPTIVE)

(Marks: 50) tage of a long-range operage of a long-range operage operage.

The figures in the margin indicate full marks for the questions

Answer five questions, taking one from each Unit What is marginal revenue product? Discuss

The curves of MRP intinuing under perfect

- competition market. 1. Elaborate the utility function for specific preferences. Palarietab era seguar word male 10 imperfect labour masket.
- Explain the properties of expenditure 2. minimization. 10

01=8+0

UNIT-II

3.	explain the mess substitution	
	effect.	10
4.	Discuss the preference towards risk of risk	
	averters and risk lovers.	10
	COMONOG	
	Paper No. : E.III TINU CO.DSCIB	
5.	Explain the three kinds of returns to scale.	10
6.	What are isoquants? Explain the properties	
l le	of isoquants. 2+8=	10
	COTA CATALON DOWN	10
	UNIT—IV	
7.	Explain the shapes of AFC, AVC, AC and MC	
	according to the traditional theory of cost.	10
Q	(Marks: 50)	
٠.	Discuss the L-shaped long-run average cost	10
	The figures in the margin indicate full marks	10
	for the questions V—TINU	
•	swer five questions, taking one from each Unit	
9.	What is marginal revenue product? Discuss	
	the curves of MRP and VMP under perfect competition market.	
	competition market. 2+8=	
10.	Explain how wages are determined under an	
	imperfect labour market.	10
	Explain the properties of expenditure	

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2. What does the lut 2 0 2 principle state? So In case of short-run production function, the
(a) All taxpaye(CBCS) lapay other reduce tax
(a) constant (2nd Semester)
(b) Taxation should be based on the principle of ability 201MONO33 pldairsy (d)
Paper No.: EC2.GE2/EC2.DSC1B (Principles of Microeconomics—II)
(Principles of Microeconomics—II)
(d) Taxation should be neutral regarding the should (avironated (a
(Marks: 25) 3. The revealed preference theory assumes (a)
The figures in the margin indicate full marks for the questions
A. Choose the correct answer by putting a Tick (✓) mark in the brackets provided: 1×10=10
1. Utility in economics means
(a) happiness (1889) 2 toolie emoont .4
(b) inferior goods () ovrus mumitqo (d)
(c) pleasure () aboog lamon (d)
(d) want-satisfying power of a commodity (10) (a) radial (b)

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2. What does the lumpsum principle state?	
(a) All taxpayers should pay the same tax	5. In case of short-run production function, the
rate ()	factor ratio remains putting a Tick (v) mark
(b) Taxation chester)	ext (a) both are equal (b)
(b) Taxation should be based on the principle of ability to pay	(a) constant () muminim si OM (d)
	(b) variable ()
(c) Tax revenue should be collected in a single	(c) Either (a) or (b)
Partalelli Irom	
A to the object of Microeconomics - A	(d) Neither (a) nor (b) (1) enough (b)
(a) Taxation should be	
individual's choices ()	
	6. Which of the following represents per labour unit
3. The revealed preference theory assumes	of output? groturns to ocale. (a) VMP = MRP
anontesur(a) positive income al accompany	(a) TP ()
(a) positive income elasticity of demand (100)	(b) VMP < MRP
(b) negative income elasticity of	(b) Physical Product ()
(c) zero income elasticity of demand ()	(c) MP we is to haped offer < 9MV (b)
(d) No. 10 (d) No. 10 (d)	(A Vd) Both (b) and (c)
(d) None of the above ()	(d) AP ()
1. Utility in economics means	
4. Income effect is negative in case of	7. The long-run average cost (LAC) curve is referred
(a) inferior goods	to as real wage. yd benimed by tale to as real wage.
(a) inferior goods ()	(a) planning curve (()) tenwo T(x) F)
()	(a) planning carro (*)
(9) Both (a) and (b)	(b) envelope curve (()) model (d)
(d) Want-satisfying (b)	(c) Both (a) and (b) (the) improve (c)
(d) Neither (a) nor (b)	(c) Both (a) and (b) (the) invevog (c)
Ba/Bc/EC2.GE2/EC2.DSC1B/952	(d) Neither (a) nor (b) whom (lad) gram (b)
1952	
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8. AC is equivalent to MC, where	B. Indicate whether the following statements are
	True (T) or False (F) by putting a Tick () mark:
(a) both are equal ()	
(b) MC is minimum (ed) the principle	involves strong ordering
(c) AC is minimum	1. Indifference curve involves strong ordering hypothesis.
(d) None of the above ton () the law tax-	(T / F)
(d) Taxation should be neutral regarding	
order the continuous of perfect competition 41	2. The Cobb-Douglas production function exhibits
(a) VMP = MRP	decreasing returns to scale.
(a) VMP = MRP ()	(T / F)
(b) VMP < MRP	
(c) VMP > MRP	3. AFC curve is U-shaped curve.
(a) Data a	3. AFC curve is 0-shaped control (T / F)
(d) Both (b) and (c) and (de)	
(d) None of the above	
10. Under marginal productivity theory, reward for	4. Standard of living of workers depends upon
labour is determined by	their real wage.
(a) owner () owner (a)	(T / F)
(b) labour (b) envelope curve (c)	
(b) envelope curve	5. Demand for factor of production is derived
(c) government (d)) as (a) those (a)	demand.
(d) marginal product of non (b)	(T / F
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C. Write short notes on any five of the following: 2×5=10

2-2×11. Axioms of consumer's choice

(b) MC is minimum

1. Indifference curve involvesnistroing A ordering

(d) None of the above

2. The Cobb-Douglas production function exhibits

decreasing returns to scaleggm = 9MV (a)

(A WE (WE)

(c) VMP > MRP

3. AFC curve is U-shaped curve.

A (d) Both (b) and (c)

4. Standard of living of workers depends upon their real ware.

q(a) owner ()

(b) labour

5. Demand for factor of production isogerized

(d) marginal product way a product to

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2. Total product solutinadus lo star lanigram . 8

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3. Marginal rate of substitution

4. Real wage and money wage a door noted a . ?

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7. Derived demand

5. Explicit cost and implicit cost

6. Production function

7. Derived demand

8. Budget line

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