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# PRESIDENCY UNIVERSITY

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Bengaluru

**Mid Term Examinations - October 2026**

**Date:** 08/10/2026 **Time:** 02:00 PM - 03:30 PM

**Course Code:** CBS1015 **Course Name:** Microeconomics

**Semester:** First Semester **Max. Marks:** 50 **Weightage:** 50%

| CO - Levels | CO1 | CO2 |
|---|---|---|
| Marks | 92 | 88 |

**PART A: Answer Following Questions. 10 M**

| Q.N. | Questions | M | CO | BT |
|---|---|---|---|---|
| 1 | Outline the concept of scarcity in economics. | 2 | CO1 | BT1 |
| 2 | Recognise the difference between goods and services in economics. | 2 | CO1 | BT1 |
| 3 | Outline the general concept of economy of a country. | 2 | CO1 | BT1 |
| 4 | State law of demand and its assumptions. | 2 | CO2 | BT1 |
| 5 | Outline cross elasticity of demand and identify the natture relationship between two products which have negative cross elasticity of demand | 2 | CO2 | BT1 |

**PART B : Answer Any 1 Following Questions. 10 M**

| Q.N. | Questions | M | CO | BT |
|---|---|---|---|---|
| 6 | Discuss in detail the role of microeconomics in business decision making. | 10 | CO1 | BT2 |
| 7 | Explain in detail the fundamental problems of an economy. | 10 | CO1 | BT2 |

**PART C: Answer Any 1 Following Questions. 10 M**

| Q.N. | Questions | M | CO | BT |
|---|---|---|---|---|
| 8 | Prepare a demand schedule and present it graphically based on the information given below.<br>Qdx = 84-3*Px. Prices (Px) range 3, 6, 9, 12, 15, 18, 21, 24.<br>Qdx and Px refers to quantity demanded and price of x commodity respectively. | 10 | CO2 | BT2 |
| 9 | Explain in detail the exceptions to law of demand with examples. | 10 | CO2 | BT2 |

**PART D: Answer Any 1 Following Questions. 10 M**

| Q.N. | Questions | M | CO | BT |
|---|---|---|---|---|
| 10 | Discuss the concept of opportunity cost in economics with example of resource allocation in production activity. | 10 | CO1 | BT2 |
| 11 | Explain the differences between the concepts of needs and wants in economics. | 10 | CO1 | BT2 |

**PART E: Answer Any 1 Following Questions. 10 M**

| Q.N. | Questions | M | CO | BT |
|---|---|---|---|---|

| | | | | |
|---|---|---|---|---|
| 12 | Explain market equilibrium with the help of diagram in general and Compute market equilibrium price and quantity for the give information;<br>Qdx = 50-5*Px (demand equation),<br>Qsx = -20+ 3*Px (supply equation) | 10 | CO2 | BT2 |
| 13 | Explain the concept of elasticity of demand for a commodity and various types of elasticity of demand. Compute income elasticity of demand for the product based on the informaiton given below.<br>**Time** 1 2<br>**Income** 1000 500<br>**Quantity demanded** 20 5 | 10 | CO2 | BT2 |