



ROLL NO.	
ID NO.	

PRESIDENCY UNIVERSITY, BENGALURU
SCHOOL OF LAW

Max Marks: 40

Max Time: 180 Mins.

Weightage: 40 %

END TERM FINAL EXAMINATION

I Semester AY 2017-2018

Course: **BAL 201 Microeconomics**

26 DEC 2017

Instructions:

- i. Write legibly

Part A

[5Q x 2 M= 10 Marks]

1. What is a production function?
2. Name the basic factors of production.
3. Explain total variable cost and total fixed cost of a firm with examples.
4. What do you mean by price discrimination in monopoly ,
5. What is the difference between explicit cost and implicit cost.

Part B

[3Q x 5 M= 15 Marks]

6. What are the characteristics of a perfectly competitive market? Give a practical example of this type of market. What are the different types of profit a firm earns in short run? (graphically explain the types of profit earned)
7. Describe the relationship between total product marginal product and average product? Specify in which stage a producer would prefer to stay and why?
8. Find TC, MC, AVC, AFC, ATC from the table below.

Output	Fixed Cost	Variable Cost
1	5000	200
2	5000	400
3	5000	575
4	5000	700
5	5000	775
6	5000	835
7	5000	915
8	5000	1015
9	5000	1135
10	5000	1275

(in Rs.)

Part C

[3Q x 5 M= 15 Marks]

9. Explain main features of monopolistic competition. Provide examples.
10. Explain law of variable proportion.
11. What are the basic features of an oligopolistic market? Provide examples.



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Max Marks: 30

Max Time: 120 Mins

Weightage: 30 %

**2017 BBA/B.COM/BA, LL.B (H) I SEMESTER
MID TERM EXAMINATION**

I Semester AY 2017-2018

Course: BAL 201 **Microeconomics**

24 OCT 2017

9:30 am-11.30 am (FN)

Instructions:

- i. Write legibly
 - ii. Calculators allowed
-

Part A

(1Q x 10 M= 10 Marks)

- 1) Suppose price of the commodity falls from Rs 6 to Rs 4 per unit and due to this quantity demanded of the commodity increases from 80 units to 120 units .Find out the arc elasticity of demand5 marks
- 2) Define Income elasticity and cross price elasticity of demand and based on the elasticity values comment on the nature of the price

Part B

(2 Q x 5 M= 10 Marks)

3. Discuss different types of Price Elasticities with diagrams
4. Discuss
 - a) Discuss the Law of Diminishing Marginal Utility.....2.5 Marks
 - b) Draw Indifference curve and state its properties2.5 Marks

Part C

(5 Q x 2 M= 10 Marks)

5. Answer the following

- i. Difference between Microeconomics and Macroeconomics
- ii. Difference between Cardinal and Ordinal Utility
- iii. State Law of Demand and draw the demand curve
- iv. What are the determinants of Supply?
- v. Find the Equilibrium Price and Quantity from the demand and supply function where Q_d represents quantity demanded and Q_s represents quantity supplied

$$Q_d = 20 - 1.25p$$

$$Q_s = -4 + 2p$$