

Goa Vidyaprasarak Mandal's
GOPAL GOVIND POY RAITURCAR COLLEGE OF COMMERCE
AND ECONOMICS, PONDA-GOA
B.COM. CBCS (SEMESTER-I) SUPPLEMENTARY EXAMINATION
MAY / JUNE 2018
MICRO - ECONOMICS

Duration : 2 Hours

Marks : 80

INSTRUCTIONS : 1) All questions are compulsory.
2) Figures to the right indicate marks.
3) Draw diagrams wherever necessary.

Q 1) Write Short Notes on the following (Any Four): (16)

- (1) Explain the concept of Cross elasticity of demand.
- (2) Income elasticity of demand.
- (3) Explain the concept of Marginal Rate of Substitution.
- (4) Describe **any two** characteristics of isoquants.
- (5) Long Run Average Cost Curve (LAC Curve).
- (6) Concept of Learning Curve.

Q 2) Write Short Notes on the following (Any Four): (16)

- (a) **Any two** features of perfect competition
- (b) Short run supply curve under perfect competition
- (c) Measurement of Monopoly power.
- (d) Short run equilibrium under Monopolistic competition with Super Normal Profits
- (e) Monopolistic competition & Economic Efficiency
- (f) Prisoner's Dilemma

Q 3 a) What is meant by an indifference curve? Explain the different properties of an indifference curve. (12)

OR

Q 3 b) Describe Consumer's Equilibrium with Indifference curve. (12)

Q 4 a) Explain the following cost concepts – (i) Accounting Cost and Economic Cost (ii) Total fixed cost (TFC) and Total Variable Cost (TVC) (iii) Average Cost (AC) and Marginal Cost(MC) (12)

OR

Q 4 b) Describe fully the different types of internal economies and internal diseconomies of scale. (12)

Q5 a) Explain with a suitable diagram long run equilibrium of a firm under Perfect Competition. (12)

OR

Q 5 b) Describe with a suitable diagram short and long run equilibrium under monopoly. (12)

P.T.O.

Q 6 a) Define Monopolistic Competition. Explain its characteristics. **(12)**

OR

Q 6 b) Write short notes on : **(12)**

- (1) **Any two** characteristics of Oligopoly.
- (2) Kinked Demand Curve Model
- (3) Price Leadership Model
