

GVM'S GOPAL GOVIND POY RAITURCAR COLLEGE OF
COMMERCE & ECONOMICS PONDA GOA

F.Y.B.COM
MICROECONOMICS
SEMESTER I

FIRST INTRA-SEMESTER ASSESSMENT(ISA) TEST
JULY 2019

Duration : 30 minutes

Maxi. Marks = 10

Q 1 Answer **any two** from the following - (**2 each x 2 = 4 marks**)

- Define the Law of Demand & draw a suitable demand curve.
- Explain **any two** factors affecting price elasticity of demand.
- Draw (i) Perfectly Elastic Demand Curve & (ii) Inelastic Demand curve and label the diagram properly.

Q 2 Solve **any two** problems from the following –(**3 each x 2 = 6 marks**)

- In the month of June 2019, a group of college students purchased 100 pen drives @ Rs.200/- each. In the month of July 2019, the price of pen drives increased to Rs.220/- each, as a result the demand for pen drives was reduced to 87 units. Calculate the price elasticity and point out the nature of the good.
- A consumers income is Rs.2000/- per week in June 2019, and he purchases 20 kgs of a commodity. In July 2019, his income rises to Rs.3000/- per week, as a result he purchases only 10 kgs of a commodity. Calculate income elasticity & identify the nature of the good.
- In May 2019, a consumer purchased 3 packets of Good X, when the price of Good Y was Rs.240/- per kg. In the month of June 2019, the price of Good Y rises to Rs.260/- per kg, as a result the consumer buys 5 packets of Good X. Find out the elasticity between Good X & Y and also point out the nature of relationship between X & Y.
- A student purchased 12 note books of Classmate brand in June 2019,when the price of a Linc Pen was Rs.10/- each. In July 2019, the price of Linc pen rises to Rs.13 /- each as a result the student purchases only 6 notebooks of Classmate brand. Find out the elasticity between Classmate brand note book and Linc pen, and also point out the nature of relationship between Notebook & Pen.

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