

2020-21

Time - 3 hours

Full Marks - 80

*Answer all groups as per instructions.
Figures in the right hand margin indicate marks.*

GROUP – A

1. Fill in blanks. (all) [1 × 12]
- (a) When marginal utility diminishes, total utility _____.
- (b) In case of perfectly inelastic demand, the value of price elasticity of demand is equal to _____.
- (c) The shape of the ICC for an inferior good is _____.
- (d) In long-run, all factors of production are _____.
- (e) When AP is maximum, MP is _____.
- (f) _____ cost curve is also called planning curve.
- (g) Monopolistic competition as a form of imperfect competition was first discussed by _____.
- (h) Under _____ market factors / products are perfectly mobile.

[2]

- (i) There are a few sellers under _____ market.
- (j) In _____ degree of price discrimination, consumer's surplus is zero.
- (k) When TR is maximum, MR _____.
- (l) The law of variable proportions operates in the _____ run.

GROUP – B

2. Answer any eight of the following questions within two to three sentences each. [2 × 8

- (a) What do you mean by shift in demand curve ?
- (b) What in indifference map ?
- (c) What is T.F.C. ?
- (d) Define opportunity cost.
- (e) Distinguish between long-run and short-run production function.
- (f) State two characteristics of perfectly competitive market.
- (g) Draw the short-run supply curve of a firm.
- (h) What do you mean by geographical price discrimination ?
- (i) Define Oligopoly.
- (j) What is cartel ?

GROUP – C

3. Answer any eight of the following questions within 75 words each.

[3 × 8

- (a) Define the law of diminishing marginal utility.
- (b) What is market demand curve ?
- (c) Why, the two indifference curves cannot intersect each other ?
- (d) Write three properties of iso-quant curves.
- (e) Distinguish between social cost and private cost.
- (f) Why the short-run AC curve is 'U' shaped ?
- (g) What is profit maximisation ?
- (h) Explain the relationship between AR and MR.
- (i) Write three sources of monopoly power.
- (j) Distinguish between collusive and non-collusive oligopoly.

GROUP – D

Answer any four questions within 500 words each.

- 4. Discuss the law of demand and explain the factors which influence the demand for a good. [7
- 5. How does a consumer attain the equilibrium with the help of indifference curve ? [7

6. Explain the law of Returns to Scale. [7]
7. What is cost of production ? Explain the various short-run cost curves. [7]
8. Define perfect competition. Explain the characteristics of perfectly competitive market. [7]
9. What is price discrimination ? State its essential conditions. [7]
10. Explain Sweez's kinked demand curve model of oligopoly. [7]