

**2023**

**Time - 3 hours**

**Full Marks - 80**

*Answer all groups as per instructions.*

*Figures in the right hand margin indicate marks.*

**GROUP - A**

1. Answer all questions by choosing the correct answer. [1 × 12]
  - (a) If price of petrol goes up, demand for car will \_\_\_\_\_.  
(increase / decrease)
  - (b) Expectation of fall in price of goods in future will cause present demand to \_\_\_\_\_. (increase / decrease)
  - (c) In case of inferior goods, income effect is \_\_\_\_\_.  
(positive / negative)
  - (d) Elasticity of demand is \_\_\_\_\_ if change in price doesn't result in any change in total expenditure.  
(unitary elastic / less than unitary elastic)
  - (e) Demand for vegetables is \_\_\_\_\_. (elastic / in elastic)
  - (f) In case of complementary goods, cross elasticity of demand is \_\_\_\_\_. (positive / negative)

[ 2 ]

- (g) The law of demand doesn't apply in case of \_\_\_\_\_ goods.  
(Normal / Giffen)
- (h) Increasing return to scale are due to \_\_\_\_\_ economies.  
(internal economies / external economies)
- (i) The cost of self-owned and self-employed resources are known as \_\_\_\_\_. (real / implicit)
- (j) \_\_\_\_\_ price is the result of stable equilibrium between demand and supply. (normal price / equilibrium price)
- (k) Under \_\_\_\_\_ market, the firm has control over the price of the product. (monopoly / perfect competition)
- (l) Equilibrium of firm with minimum loss occurs when \_\_\_\_\_.  
( $TR < TC$  /  $TR = TC$ )

**GROUP - B**

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

- (a) What is ordinal utility ?
- (b) Define average revenue.
- (c) What is economic cost ?
- (d) What do you mean by elasticity of demand ?
- (e) What is indifference map ?

[ 3 ]

- (f) What do you mean by marginal product ?
- (g) What is Oligopoly ?
- (h) What do you mean by perfect competition ?
- (i) What is Private Cost ?
- (j) What do you mean by change in demand ?

**GROUP - C**

3. Write notes on any eight of the following within 75 words each.

[3 × 8

- (a) Price-consumption curve
- (b) Consumer's behaviour
- (c) Relation between Average Cost and Marginal Cost
- (d) Kinked demand curve
- (e) Non-collusive Oligopoly
- (f) Income-elasticity of demand
- (g) Social cost of monopoly
- (h) Features of perfect competition
- (i) Short-run supply curve
- (j) Short-run cost curve

P.T.O.

**GROUP - D**

*Answer any four questions within 500 words each.*

4. What do you mean by consumer's equilibrium ? Explain the condition of consumer's equilibrium with the help of indifference curve. [7]
5. What is meant by demand ? Explain the factors which influence the demand for commodity ? [7]
6. What is iso-quant technique ? Explain producers' equilibrium with the help of this technique. [7]
7. Discuss the price and output determination in case of perfect competitive market. [7]
8. Explain the important features of Oligopoly. [7]
9. "Long-run average cost curve is the envelope of the short-run average cost curve." Comment. [7]
10. "Does the economies of scale cause to exist when a firm in the long-run is facing diminishing return to scale ? Give reasons in support of your argument. [7]