(b) Discuss the revenue curves under perfect competition

(c) What are the limitations of the Revealed Preference Theory ?

(d) Explain the relationship between various short run cost curves with the help of a diagram.

(e) State five key features of an oligopolistic market structure.

(f) Write a short note on Marginal Rate of technical substitution.

(g) Explain price rigidity with the help of kinky demand curve.

(h) Explain the properties of Isoquants.

4. Answer the following questions ***(any one)*** : 10×1=10

(a) Derive demand curve with the help of price consumption curve (PCC).

(b) Explain short-run equilibrium of a firm under monopolistic competion using suitable diagrams.

Total number of printed pages–4

63(FY) SEM-1/IDC/COMIDC1013

2024

COMMERCE

Paper : COMIDC1013

(Principle of Economics)

Full Marks : 50

Pas Marks : 20

Time : 2 hours

The figures in the margin indicate full marks for the questions

1. Choose the correct answer : 1×5=5

(a) Income elasticity is positive, but less than unity in the case of

(i) necessity goods

(ii) luxury goods

(iii) inferior goods

(iv) substitute goods

(b) At the point of tangency of an Indifference curve with a budget line

  (i) MRSxy =

  (ii) MRSxy>

  (iii) MRSxy<

  (iv) MRS_{xy}

(c) Which of the following is true with respect to relationship between AC and MC ?

  (i) When MC > AC, AC falls

  (ii) AC curve intersects MC curve at minimum MC.

  (iii) MC curve intersects AC curve at minimum AC

  (iv) When MC < AC, Average total cost (ATC) rises

(d) In which of the following market structure is the degree of control over the price of its product by a firm very large ?

  (i) Imperfect competition

  (ii) Perfect competition

  (iii) Monopoly

  (iv) Both (i) and (ii)

(e) Marginal revenue is equal to price for which one of the following types of market structure.

  (i) Perfect competition

  (ii) Monopoly

  (iii) Monopolistic competition

  (iv) Oligopoly

2. Answer the following questions ***(any five)***: 2×5=10

  (a) Give two properties of indifference curves.

  (b) What are the features of imperfect market ?

  (c) Why are Average Cost Curve and Marginal Cost Curve U-Shaped ?

  (d) Point out the difference between social cost and private cost.

  (e) What is meant by internal economics of scale ?

  (f) State the difference between monopoly and perfect competition.

  (g) Explain any two factors that determine price elasticity of demand.

3. Answer the following questions ***(any five)*** : 5×5=25

  (a) Explain consumer's equilibrium with its necessary conditions.