



**B.A.LL.B. (SEMESTER – I) Examination, October 2015**

**ECONOMICS – I: MICROECONOMICS**

**Duration: 3 Hours**

**Total Marks: 75**

**Instructions: Answer any Eight from Q. No. 1 to 12**

**(8x8= 64)**

**Question No.13 and 14 are compulsory.**

**Draw the Appropriate diagrams wherever necessary.**

- 1) Explain the different methodologies in economics.
- 2) Evaluate the role of Price Mechanism in an economy.
- 3) State and explain the Law of Demand and Supply.
- 4) Explain the Long Run equilibrium of the firm under Perfect Competition.
- 5) Explain the Innovation and the Risk - bearing theory of Profits.
- 6) Discuss the Net Present Value and the Internal Rate of Return criteria in Investment analysis.
- 7) Elucidate on the Pigovian welfare economics.
- 8) Explain the Short run equilibrium of the Monopolist.
- 9) Critically evaluate the Liquidity Preference Theory of Interest.
- 10) Elaborate on Consumers Surplus.
- 11) Discuss the Law of Variable Proportion.
- 12) Explain the Hicks Compensated Demand Curve.

**13) Write Short notes on ANY TWO:**

**( 3x2 = 6)**

- a) Categories of Welfare.
- b) Kinked demand curve
- c) State the Law of Equi – Marginal Utility.

**14) Write Short notes on ANY TWO:**

**(2.5x2 = 5)**

- a) Evils of Monopoly
- b) Concepts of Cost.
- c) What is Social Welfare Function?

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