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**School of Liberal Education**

Bachelor of Arts Honours in Economics

Mid Term Examination - Nov 2023

Duration : 90 Minutes

Max Marks : 50

**Sem I - K1UB102T - Introductory Micro Economics**General Instructions*Answer to the specific question asked**Draw neat, labelled diagrams wherever necessary**Approved data hand books are allowed subject to verification by the Invigilator*

- 1) Describe the role of a market in microeconomics. How does a market reach equilibrium? K2 (2)
- 2) Provide an in-depth explanation of the concept of a production function and its role in microeconomics. K1 (3)
- 3) How do externalities affect market outcomes and equilibrium? Provide examples. K2 (4)
- 4) Describe the concepts of monopolistic competition and oligopoly. What differentiates these market structures from perfect competition? K2 (6)
- 5) Explain the concepts of partial equilibrium and general equilibrium in microeconomics. How do these approaches help us understand economic phenomena? K3 (6)
- 6) Describe how partial equilibrium analysis is used to study the market for a specific product. Provide an example and discuss the limitations of this approach. K3 (9)
- 7) Describe the concept of supply schedule and supply curve. How does a change in price impact the quantity supplied? K4 (8)
- 8) Discuss the concept of elasticity of demand. What factors influence the price elasticity of demand for a product? K4 (12)

**OR**

- Explain the concept of elasticity of supply. What factors determine the price elasticity of supply for a product? K4 (12)