

ST. JOSEPH'S COLLEGE (AUTONOMOUS), BANGALORE-27
B.A. ECONOMICS- I SEMESTER
MID SEMESTER EXAMINATION: AUGUST 2019
ECA 118: MICROECONOMICS

Time: 1 Hour

Maximum Marks-30

PART A

I. Answer any 5 of the following

3x5=15 Marks

- 1) What are the fundamental problems faced by an economy?
- 2) Distinguish between positive and normative economics.
- 3) What are the different branches of microeconomics?
- 4) State any three limitations of microeconomics.
- 5) Briefly explain the law of demand with the help of a diagram.
- 6) Write a brief note on cross price elasticity of demand.
- 7) Complete the following table:

Units of Good X	Total Utility	Marginal Utility
1	8	?
2	14	?
3	18	?
4	20	?
5	20	?
6	18	?

PART B

II. Answer any 1 of the following

15x1=15 Marks

- 8) State and explain the law of diminishing marginal utility. Explain the assumptions and limitations of this law.
- 9) Write a note on price elasticity of demand? Explain the 5 cases of price elasticity of demand with the help of diagrams. What are the factors that determine price elasticity of demand?
