

(4)

(g) Mention a measure through which market price can be controlled by the government.

(h) What is derived demand?

2. Write short notes on any *four* of the following (within 150 words each) : $4 \times 4 = 16$

(a) Property rights and economic efficiency

(b) Consumer surplus

(c) Demand for all other goods and price changes

(d) External diseconomies of scale

(e) Marginal productivity of labour

Answer the following questions :

3. (a) (i) What are the two important goals of microeconomics? Explain the scope of economics. $2 + 5 = 7$

(ii) Explain different types of microeconomic analysis. 5

(5)

Or

(b) Explain with examples the verification and general features of economic models. Mention two limitations of economic models. $8 + 4 = 12$

4. (a) (i) What are the determinants of supply curve? Draw a supply curve by preparing a supply schedule. $2 + 4 = 6$

(ii) Explain different types of price elasticity of demand. 5

Or

(b) (i) Write the formula for measuring elasticity of supply. Discuss the determinants of elasticity of supply. $1 + 4 = 5$

(ii) Explain the uses of the concept of elasticity of supply. 6

5. (a) Represent preferences with indifference curves. Describe how the changes in price affect consumer's choice. $4 + 7 = 11$