[This question paper contains 2 printed pages.]

Your Roll No...............

Sr. No. of Question Paper : 2069 **I**

Unique Paper Code : 2922101101

Name of the Paper : Microeconomics-1

Name of the Course : **B.A. (H) Business Economics (NEP), 2024**

Semester : I

Duration : 3 Hours Maximum Marks : 90

Instructions for Candidates

1. Write your Roll No. on the top immediately on receipt of this question paper.
2. Attempt any **five** Questions. Question **1** is compulsory
3. **All** questions carry equal marks.

1. Write short note on **any three** of the following :

   (a) Public Goods and its characteristics

   (b) Income and Cross elasticity of demand

   (c) SARP

   (d) Expansion path

2. "The alternatives and choices that a society faces can be best understood through an economic model of production possibility". Elucidate.

3. "The optimal choice of bundle of a consumer is characterized by the condition that slope of the indifference curve will be equal to the slope of the budget line" Explain.

4. What is income offer curve? How does it look like for perfect substitutes and perfect complimentary goods?

5. Explore the idea of expected utility theory. How do people make decisions when faced with risk, according to the expected utility model? Include an example to clarify your explanation.

6. "When the law of diminishing returns operates, efficient production occurs at or beyond the level of output at which average product equals marginal product and total product is rising". Explain.