



**Graphic Era**  
HILL UNIVERSITY  
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University under section 2(f) of UGC Act, 1956

## End Term (Odd) Semester Examination November 2025

Roll No.....

**Name of the Course:** B. Com (Hons.)

**Semester:** I

**Name of the Paper:** Micro Economics

**Paper Code:** BCH 103

**Time:** 3 Hours

**Maximum Marks:** 100

**Note:**

- (i) All questions are compulsory.
- (ii) Answer any two sub questions among a, b and c in each main question.
- (iii) Total marks in each main question are twenty.
- (iv) Each questions carries 10 marks.

**Ques 1** (10x2 = 20 Marks) CO1

- (a) Discuss the importance and limitations of the law of demand in real life.
- (b) Differentiate between individual demand curve and market demand curve with the help of diagrams.
- (c) Explain the concept of supply and elasticity of supply with suitable examples.

**Ques 2** (10x2 = 20 Marks) CO2

- (a) Explain the price effect, income effect, and substitution effect using indifference curve analysis.
- (b) Explain the Income Consumption Curve (ICC) and Engel Curve with the help of diagrams.
- (c) What are indifference curves? Discuss their properties.

**Ques 3** (10x2 = 20 Marks) CO3

- (a) Explain the concept of production function. Distinguish between short-run and long-run production functions.
- (b) What is an isoquant? Explain its properties and significance in production analysis.
- (c) Explain the concept of Marginal Rate of Technical Substitution (MRTS).

**Ques 4** (10x2 = 20 Marks) CO4

- (a) Differentiate between economic costs and accounting costs with examples.
- (b) Discuss the relationship between marginal cost, average cost, and total cost in the short run.
- (c) Distinguish between explicit and implicit costs with examples.

**Ques 5** (10x2 = 20 Marks) CO5

- (a) Explain the features of perfect competition. How is price determined in the short run?
- (b) What is producer surplus? How is it different from profit?
- (c) Discuss the determination of equilibrium price and output under monopoly.