

**ILLB Sem.-1 Examination  
ILBCom-104**

**Principles of Economics (Macro)**

**May-2025**

**[Max. Marks : 70**

**Time : 2-30 Hours]**

Q.1 (a) Discuss the Robbin's Definition of Economics with criticisms and points involved in it.

[10]

(b) Discuss: Consumer Surplus.

[08]

OR

Q. 1 Explain the following:

(a) Distinguish between Socialism and Mixed Economy.

[10]

(b) State the difference between Micro Economics and Macro Economics.

[08]

Q.2 Explain Elasticity of Demand and its types. Discuss price elasticity of demand in detail.

[18]

OR

Q. 2 Explain the following:

(a) Discuss Long- Run production function (Law of returns to scale).

[10]

(b) Write a short note: Short Run Production Function

[08]

Q.3 What is market. Discuss the market structure. Discuss Concept of Perfect Competition and features Perfect Competition.

[18]

OR

Q.3 (a) Discuss Concept of Monopolistic Competitions and features of Monopolistic.

[10]

(b) Write a Note on: Price Discrimination and Dumping

[08]

Q.4 [a] Write notes on: (Any two)

[10]

(1) Collusive Oligopoly

(2) Positive Economics and Normative Economics

(3) Factors/ determinants of Demand

(4) Transformation Curve (Production Possibility Curve)

(P.T.O)

N 529-2

**Q.4 [b] Choose the most appropriate answer from the following:**

**[06]**

1. What do isoquants represent?

2. Movement along the demand curve is caused by:

- A) Change in income
- B) Change in price.
- C) Change in preferences
- D) Change in supply

3. What is monopolistic competition?

**4. Negative income elasticity is a feature of:**

- A) Normal goods
- B) Luxury goods
- C) Inferior goods
- D) Giffen goods

5. In perfect competition, price is determined by the government. (True/ False)

6. What is the main objective of a firm under perfect competition?

- A) Maximize sales
- B) Maximize profit.
- C) Minimize cost
- D) Increase market share

\*\*\*\*\*