

Mid-West University  
Examinations Management Office  
Birendranagar, Surkhet  
End - Semester Examination, 2080

Subject: DE-511 Microeconomics Analysis I

FM: 60

Level/program: Master (M.A)

Semester: I

Time: 3 Hours

PM: 30

*Candidates are required to answer the questions in their own words as far as practicable.*

Attempt **ALL** of the following Very Short Answer Questions.

10x1=10

1. What is the basic problems of economics?
2. Define positive economics.
3. Who used the indifference curve at first?
4. Write the formula of cross elasticity of demand.
5. Show the general equilibrium with an appropriate figure.
6. Define price line in single sentence.
7. When is the total production is maximized?
8. Define marginal cost.
9. Write two condition of the equilibrium of a firm in MC-MR approach.
10. Mention two features of oligopoly market?

Attempt any **THREE** of the Following Short Questions.

3x8=24

11. What are the differences between micro and macroeconomics?
12. Discuss the concept of revealed preference theory.
13. Define isoquant. Discuss the least cost combination theory of production.
14. Explain the different concepts of price discrimination.

Attempt any **TWO** of the Following Long Questions.

2x13=26

15. Explain the Nerlove's- stock adjustment principle.
16. Explain the price effect is the combination of income effect and substitution effect.
17. Define monopoly. Explain how price and output are determined under monopoly.

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