SHREE NARAYANA COLLEGE OF COMMERCE

AHMEDABAD

Name of the Department: **ECONOMICS**
Subject: **MICRO ECONOMICS**
Subject Code: **DSC-M-113**
Class & Semester: **B. COM. SEMESTER – I**
Faculty Name: **DR. JIGNESH KAUANGAL & DR. ASHUTOSH PANDEY**

ASSIGNMENT (2026 – 2027)

UNIT 1

1) Explain the definition of economics connected with the concept of scarcity by Robbins.
2) Explain the development definition of economics given by Prof Samuelson
3) Critically evaluate the definition of economics given by Prof. Marshall.
4) Define the concepts of Microeconomics & Macroeconomic.
5) Explain the law of Diminishing Marginal Utility with exceptions and assumptions
6) Explain the meaning and characteristics of Utility.
7) What is an indifference curve? Explain its features.

UNIT 2

1) Explain the law of demand with the help of utility analysis.
2) Explain the law of supply with the help of a supply schedule and a diagram.
3) Discuss the limitations of utility analysis.
4) Explain the factors affecting supply.
5) How is the price determined in terms of demand & supply?
6) Explain the process of expansion and contraction of demand.

UNIT 3

1) Explain the meaning and types of Price Elasticity of Demand.
2) Explain the meaning and types of Income elasticity of Demand.
3) Explain the meaning and types of Cross elasticity of Demand.
4) Write a note on the advertising elasticity of demand.
5) Describe the importance of Price elasticity of demand.
6) Discuss the factors affecting the Price Elasticity of Demand

UNIT 4

1) Explain the law of variable proportions with a schedule and figures.
2) Explain the concept of the production function.
3) Explain the following :

   a) Fixed cost d) Average fixed cost
   b) Variable cost, e) Average variable cost
   c) Total cost f) Average Total cost
   g) Marginal Cost
4) Discuss the relationship between average cost and marginal cost
5) Explain the difference between the short-run and long-run production function.
6) Explain the Production Possibility Curve.

MULTIPLE CHOICE QUESTIONS

1) Prof Adam Smith has considered Economics as a_____________
   a) Science of wealth b) Science of Welfare
   c) Science of scarcity d) Real Science
2) When marginal utility is zero, total utility is ___________
   a) negative b) Constant
   c) Maximum d) Zero
3) There is a _______________ relation between price and demand,
   a) Inverse b) Direct
4) How is the cross elasticity of demand for substitute goods?
   a) Positive b) Negative
   c) Zero d) Uncertain
5) What is the slope of the demand curve when demand is perfectly inelastic?
   a) Positive slope b) Negative slope
   c) Parallel to vertical axis d) Parallel to horizontal axis
6) Total cost / Production units= __________
   a) Fixed cost b) variable cost
   c) Average cost d) Marginal cost
7) Generally, an indifference curve has which slope?
   a) Negative b) Parallel to X-Axis
   c) Parallel to Y-Axis d) Positive
8) What is the shape of the average cost curve?
   a) Hockey shape b) “U” shape
   c) “V” shape d) Square

9) How do all costs become in the long run?

a) Fixed | b) Short
c) Long | d) variable cost

10) When AC =MC, the average cost is _________________

a) Maximum | b) Minimum
c) Zero | d) None of the above

****