6. Inferior good.
7. Perfect competition
8. Industry

PART B – DESCRIPTIVE

Answer ***any five*** questions from the following options: (5×5=25)

1. Discuss economics as a science.
2. Discuss basic problems of an economy.
3. Explain the Inductive method.
4. Explain the socialist economy.
5. Explain the degrees of elasticity of supply.
6. Explain the factors determining the supply of a commodity.
7. Explain the feature of Imperfect Competition.
8. Explain the short run equilibrium of firm under perfect competition.
9. Explain the features of perfect competition.

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2026

(FYUGP)

(2nd Semester)

INTERDISCIPLINARY-1

Paper Code : EC2.ID1

(Elementary Microeconomics)

Full Marks : 37.5

Pass Marks : 40%

Time: 2 Hours

The figures in the margin indicate full marks for the questions.

PART A – OBJECTIVE

I. Choose the correct answer from the option provided: (½ x15=7½)

1. Who gave the scarcity definition of economics?
   a. Adam Smith b. Alfred Marshall
   c. David Ricardo d. Lionel Robbins

2. Who gave growth definition of economics?
   a. Adam Smith b. Alfred Marshall
   c. David Ricardo d. P.A Samuelson

3. Deductive method is also known as__________ .
   a. Analytical method b. Mathematical method
   c. Statistical Method d. None of the above.

4. In a mixed economy, which sectors are found?
   a. Public only b. Private only
   c. Both d. None

5. When the price of a commodity increases, what usually happens to its quantity demanded?
   a. Increases b. Decreases
   c. Remains unchanged d. May increase or decrease

6. Which diagram shows the law of demand?
   a. Upward sloping curve b. Parallel to x-axis
   c. Downward sloping curve d. Parallel to y-axis

7. An increase in demand shifts the curve:
   a. Rightward b. Leftward
   c. Downward d. Upward along same line

8. If the elasticity of supply is greater than one, the supply curve would be:
   a. Touching y-axis
   b. Passing through the origin
   c. Vertical
   d. Horizontal

9. Coffee and tea are ________ types of goods.
   a. Complimentary b. Substitute
   c. Normal d. Inferior

10. A good with vertical demand curve has a demand with:
   a. Infinite elasticity b. Unit elasticity
   c. Zero elasticity d. Perfectly elastic

(Continued)

11. In perfect competition, prices are determined by__________ .
   a. Each firm
   b. By the government
   c. By interaction of demand and supply
   d. By advertising

12. In which type of market, a firm is a price taker?
   a. Perfect competition b. Monopoly
   c. Monopolistic competition d. Oligopoly

13. How is the demand curve in a perfectly competitive market?
   a. Horizontal b. Vertical
   c. Upward sloping d. Downward sloping

14. Which of the following is the key feature of monopolistic competition
   a. Homogenous product b. Single seller
   c. Product differentiation d. None of the above

15. Which market has a complete knowledge about the market conditions among buyers and sellers?
   a) Monopoly
   b) Oligopoly
   c) Perfect competition
   d) Monopolistic competition

II. Write short notes on ***any five*** of the following: (1x5=5)
1. Socialist economy.
2. Deductive method.
3. Law of supply.
4. Elasticity of demand.
5. Complementary good.

(Turn Over)