

Gurudas College

Internal Assessment-2020

BSc Economics (Honours)

Semester III

Paper: CC-3-5

Intermediate Microeconomics I

Answer any five questions.

1. What do you mean by short run?
2. Differentiate between return to a factor and returns to scale.
3. What is sunk cost?
4. What do you understand by implicit cost?
5. What is the relation between SAC and SMC?
6. Define MRTS.
7. What is the shape of the expansion path if the production exhibits CRS?
8. What are the equilibrium conditions for profit maximization of a perfectly competitive firm in the short run?
9. What is consumer surplus?
10. What do you understand by deadweight loss?