

**Gurudas College**  
**Internal Assessment**  
**Ist Semester, Economics Honours**  
**2021**  
**Paper CC1-Microeconomics**

Time 30 minutes

Full Marks 10

**Answer any ten questions (10\*1=10)**

1. What is demand?
2. Define Utility.
3. What is the difference between Total utility and marginal utility?
4. Define price elasticity of demand.
5. What is the shape of the demand curve in case of perfect elasticity?
6. What is law of demand?
7. Define cross price elasticity of demand.
8. What is the difference between own price elasticity and cross price elasticity?
9. What is the value of own price elasticity if demand curve is rectangular hyperbola?
10. What do you understand by ordinal utility?
11. Why does the society need to manage resources?
12. What do you understand by laissez-faire?
13. What is meant by efficiency?
14. Define opportunity cost.
15. What is a production possibilities frontier?
16. What is division of labour?
17. State the characteristics of common resources.