

# **GURUDAS COLLEGE**

Internal Examination-2020

**BA/BSc Part-I (Under 1+1+1 system)**

**Paper: IA & IB**

**Microeconomics I & Macroeconomics I**

Full marks: 25

Time: 1 hour 30 minutes

Answer any **one** question

1. (a) What is demand? State the law of demand? Draw a demand curve? Give two exceptions of law of demand?  
(b) What is National Income (NI)? State the difference between Gross National Income (GNI) and Net National Income (NNI). Explain the circular flow of income.
2. (a) Define Total Product (TP), Average Product (AP) and Marginal Product (MP)? Show the shape of the short run average cost (SRAC) and short run marginal cost (SRMC) with the help of a diagram.  
(b) Explain the concept of Keynesian consumption function with the help of a diagram. In this context give the difference between Marginal Propensity to Consume (MPC) and Average Propensity to Consume (APC).