

SYLLABUS

ECONOMICS

SEMESTER-I

Paper : MICRO ECONOMICS

Max. Marks: 100

Theory : 90 Marks

Internal Assessment : 10 Marks

Time : 3 Hours

COURSE OBJECTIVE:

Micro Economics is concerned with the analysis of economic phenomena from the perspective of the individual. The course covers the basic concepts and tools needed to undertake the analysis of such problems that arise due to the law of scarcity. The course also aims at introduction of the functioning of competitive and non-competitive product markets and performance of the markets for resources. The students are expected to develop rudimentary understanding of how and why consumers, firms and markets in the economy function the way they do.

INSTRUCTIONS FOR THE PAPER-SETTER AND THE CANDIDATES:

The syllabus has been divided into four units.

(i) There shall be 9 questions in all. All questions carry equal marks. The first question shall be short answer type containing 12 short questions spread over the whole syllabus and each to be answered in about 25 to 30 words. The candidate is required to attempt any 9 short answer type questions *i.e.* 2 marks of each. It shall carry 18 marks and shall be compulsory question. Rest of the paper shall contain 4 Units. Each Unit shall have two questions and the candidates shall be given internal choice *i.e.* the candidates shall attempt one question from each Unit-4 in all.

(ii) For private candidates, who have not been assessed earlier for internal assessment, the marks secured by them in theory paper will proportionately be increased to maximum marks of the paper in lieu of internal assessment.

The paper-setter must put note (ii) in the question paper.

UNIT-I

Introduction : Definition, Meaning, Nature and Scope of Economics.
Theory of Demand and consumer Behaviour : Utility Analysis and Indifference Curve Analysis. Law of Demand and its Exceptions, Elasticity of Demand and its measurement, Consumer Surplus and its measurement.

UNIT-II

Theory of Production and Costs : Concept, Law of variable Proportions and Laws of Returns to Scale. Cost Concepts and Cost Curves in Short and Long periods (Traditional Theory of Costs).
Market Forms and Revenue : Behaviour of Average Revenue and Marginal Revenue under Perfect Competition and Imperfect Competition. Relationship between Average Revenue, Marginal Revenue and Elasticity of Demand.

UNIT-III

Price and Output Determination : Price and Output Determination of the Firm and Industry under Perfect Competition. Monopoly and Monopolistic Competition in Short and Long run, Concept of Discriminating Monopoly.

UNIT-IV

Distribution : Marginal Productivity and Modern Theories of wage Determination. Ricardian Theory and Modern Theory of Rent. Classical and Loanable Funds Theory of Interest, Risk And Uncertainty Theories of Profit.