

Bachelor of Commerce (General)

B.Com G

CHOICE BASED CREDIT SYSTEM

BCOG – 171: PRINCIPLES OF MICRO ECONOMICS

ASSIGNMENT

2024-2025

Valid from 1st July 2024 to 30th June 2025

Fifth Semester



School of Management Studies

Indira Gandhi National Open University

Maidan Garhi, New Delhi -110068



**BACHELOR OF COMMERCE (GENERAL)
CHOICE BASED CREDIT SYSTEM
BCOG – 171: PRINCIPLES OF MICRO ECONOMICS**

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Dear Students,

As explained in the Programme Guide, you have to do one Tutor Marked Assignment in this Course. The assignment has been divided into three sections. Attempt all the three sections.

Assignment is given 30% weightage in the final assessment. To be eligible to appear in the Term-end examination, it is compulsory for you to submit the assignment as per the schedule. Before attempting the assignments, you should carefully read the instructions given in the Programme Guide.

1. Those students who are appearing in December 2024 exams. They should download the new assignment and submit the same latest by 15 October 2024.
2. Those students who are appearing in June 2025 Term End Examination they have to submit latest by in 15 March 2025.

You have to submit the assignment of all the courses to the Coordinator of your Study Centre.

TUTOR MARKED ASSIGNMENT

COURSE CODE	:	BCOG-171
COURSE TITLE	:	PRINCIPLES OF MICRO ECONOMICS
ASSIGNMENT CODE	:	BCOG-171/TMA/2024-25
COVERAGE	:	ALL BLOCKS

Maximum Marks: 100

Note: Attempt all the questions.

Section-A

(Attempt all the questions. Each question carries 10 marks.)

- Q.1** Explain the concept of a Production Possibility Curve. Enumerate its assumptions. Illustrate it with the help of an example. **(10)**
- Q.2** Explain the law of demand with the help of a demand schedule and a demand curve. Also explain its exception using the distinction between substitution and income effects. **(10)**
- Q.3** Distinguish between Perfectly Elastic, Perfectly Inelastic, Unit Elastic, Inelastic and Elastic supply curves with the help of diagrams. **(10)**
- Q.4** What do you mean by marginal rate of substitution? Why does marginal rate of substitution of X for Y fall when quantity of X is increased? **(10)**
- Q.5** How is the Long run Average cost curve derived from Short run Average cost curves? Use suitable diagrams **(10)**

Section-B

(Attempt all the questions. Each question carries 6 marks.)

- Q.6** What are the characteristics that have to be considered while identifying a Market structure? **(6)**
- Q.7** Why should equilibrium between marginal cost and marginal revenue be a necessary condition for equilibrium of a firm? **(6)**
- Q.8** Distinguish between interest and profit. Is it not correct to say that both are earned by the capitalists for the capital they invest in the production process? **(6)**
- Q.9** What are the various sources of profits? Do you think that all profits can be explained in terms of the monopoly power exercised by the producer? **(6)**
- Q.10** What is full-cost pricing principle? Does it lead to a higher than optimum production? **(6)**

Section-C

(Attempt all the questions. Each question carries 5 marks.)

- Q.11** Write a short note on the claimed superiority of indifference curves analysis over utility analysis. (5)
- Q.12** How the various tools of government intervention are applied while determining the price? (5)
- Q.13** What is backward bending supply curve? Explain with an example. (5)
- Q.14** Define functional distribution and distinguish it from personal distribution. (5)