

Bachelor of Commerce

B.Com

CHOICE BASED CREDIT SYSTEM

BCOG – 171: PRINCIPLES OF MICRO ECONOMICS

ASSIGNMENT

2021-2022

Fifth Semester



School of Management Studies

Indira Gandhi National Open University

Maidan Garhi, New Delhi -110068



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

ASSIGNMENT: 2021-2022

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. Section A Consists of long answer questions for 10 marks each, Section B consists of medium answer questions for 6 marks each and Section C consists of short answer questions for 10 marks each.

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 2021 Term End Examination they have to submit latest by in October 2021.
2. Those students who are appearing in June 2022 exams. They have to submit the same latest by 15th March 2022.

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/2021-22
COVERAGE	:	ALL BLOCKS

Maximum Marks: 100

Note: Attempt all the questions.

Section-A

(This section contains five questions of 10 marks each)

- Q.1** What do you understand by economic system? Discuss the various economic systems in their sequential order. **(4, 6)**
- Q.2** Diagrammatically explain the concepts if income effect, substitution effect and price effect. Also show the manner in which price effect can be split up into income and substitution effects. **(6, 4)**
- Q.3** Distinguish between fixed and variable inputs. What is the importance of this distinction in the theory of production? **(6, 4)**
- Q.4** What is meant by income inequality? How is distribution of income different in the less developed countries from that in the developed countries? **(4, 6)**
- Q.5** Explain the marginal productivity theory of distribution. Also state its assumptions. **(4, 6)**

Section-B

(This section contains five short questions of 6 marks each)

- Q.6** State the reasons on account of which almost every modern economy is a dynamic one. **(6)**
- Q.7** Explain the exceptions to the law of demand using the distinction between substitution and income effects. **(6)**
- Q.8** Explain the various determinants of supply of a commodity. **(6)**
- Q.9** What is monopoly? How is it different from perfect competition? **(6)**
- Q.10** How did classical economists explain distribution of income among various factors of production ? **(6)**

Section-C

(This section contains four short questions of 5 marks each)

- Q.11** 'Scarcity is the mother of every economic system.' Explain. (5)
- Q.12** Discuss the outlay method to find out price elasticity of demand. (5)
- Q.13** Explain the characteristics of monopolistic competition. (5)
- Q.14** Critically examine the law of equimarginal utility (5)