

## Assignment of Microeconomics: Ch-1 (Introduction)

**Introduction**

- Q1. Give 2 features of Resources. (1)
- Q2. Give one example each of Positive and Normative Statements. (1)
- Q3. Unemployment in the economy is studied under  
(a) Micro Economics (b) Macro Economics (c) Both (d) None (1)
- Q4. What is the root cause of all Economic Problems? (1)
- Q5. Define Marginal Opportunity Cost. (1)
- Q6. Explain the reason behind Concavity of Production Possibility Frontier. (3)
- Q7. Countries like China and India face a very serious central problem. Identify the problem and explain it. (3)
- Q8. Calculate Marginal Opportunity Cost and comment on the shape of the PPC so formed

Combinations	Good X	Good Y
A	0	30
B	1	27
C	2	21
D	3	12
E	4	0

- Q9. How will 'Kaushal Vikas Yojana' by PM affect the Production Possibility Curve of the Economy? (3)
- Q10. China devalues its currency for 3<sup>rd</sup> time in one year leading to decrease in demand for Indian exports. How will it affect transformation curve of Indian economy? (3)
- Q11. 'Shift in PPC' and 'Rotation in PPC' is one and the same thing. Do you agree? (4)

Q12. Complete the following table

X	Y	MOC
0	30	-
1	-	2
2	-	4
3	18	-
4	-	8
5	0	-

Q13. Identify the following statement as positive or normative

- (a) Prices in Venezuela are constantly rising
- (b) Government ought to reduce inequalities of income and wealth.
- (c) Virat Kohli is a good batsman.

(3)