



UNIVERSITY OF THE PUNJAB

PART – I S/2014
Examination:- B. Com.

Roll No.

Subject: Economics
PAPER: BC-303

TIME ALLOWED: 3 hrs.
MAX. MARKS: 100

Note: Attempt any FIVE questions. All questions carry equal marks.

- Q. # 1: Distinguish between Micro and Macro Economics. What is the importance of Macro Economics in solving the economic problems? (20)
- Q. # 2: Explain the Law of Diminishing Marginal utility with the help of schedule and diagram. (20)
- Q. # 3: Equilibrium price is one at which the amount demanded is exactly equal to the amount supplied explain it. (20)
- Q. # 4: What is perfect competition? How is price and output of a firm determined under perfect competition? (20)
- Q. # 5: Critically examine Ricardian Theory of Rent. (20)
- Q. # 6: Define National Income and explain the various concepts of National Income. (20)
- Q. # 7: What do you mean by Zakat? Differentiate between zakat and Tax. (20)
- Q. # 8: **The cost function is:** (20)

$$Tc = 1000 + 25Q - 5Q^2 + Q^3$$

Find the following:

- (i) MC
- (ii) AVC
- (iii) Slope of MC
- (iv) Slope of AVC