



Q.1. Give short answers of the following.

(6x5=30)

- i. Explain Economic Problem in light of Robbins' definition of economics.
- ii. Distinguish between Rise and Fall in demand by using suitable diagram.
- iii. Why the Average Cost Curve is U – Shaped.
- iv. Differentiate between Abnormal Profit and Normal Profit under perfect competition in short run.
- v. Explain the concept of elasticity of supply. How it can be measured.
- vi. Differentiate between Partnership and Joint Stock Companies.

Q.2. Give brief answers of the followings.

(3x10=30)

- i. Explain the Law of Demand with the help of suitable schedule and diagram.
- ii. Explain the Law of Increasing Returns with the help of suitable table and diagram.
- iii. What is meant by extent of market? How is it determined?