



Q.1. Give short answers of the following: (6x5=30)

- i. Differentiate between normative and positive economics with examples
- ii. Write down the properties of Indifference curve.
- iii. What is meant by Economic laws?
- iv. Define human wants. Write at least two characteristics of human wants.
- v. Define cross elasticity.
- vi. what are the causes of rise and fall in demand?

Q.2. Answers the followings questions. (3x10=30)

- i. Explain the law of Equi-Marginal utility with the help of schedule diagram.
- ii. Explain the importance of elasticity of demand
- iii. Write down the basic assumptions of consumer equilibrium and Explain the consumer equilibrium with the help of indifference curve and budget constraint.