

CHAPTER 1 ECONOMICS AND ECONOMY

1. What is Economics? Distinguish between microeconomics and macroeconomics
2. Distinguish between microeconomics and macroeconomics
3. Give two illustrations of interdependence between microeconomics and macroeconomics
4. Discuss the scope of microeconomics?
5. Write the importance of microeconomics.
6. Distinguish between positive economic and normative economics.
7. Explain different types of Economy ?
8. What is the difference between partial equilibrium and general equilibrium?.
9. State subject matter of macroeconomics?
10. What are different types of economic activities?

CHAPTER 2 CENTRAL PROBLEM OF AN ECONOMY

11. What do you understand by scarcity?
12. What is meant by an Economy?.
13. Why do economic problem arises?
14. Explain the problem "what to produce".
15. What is the problem of "how to produce".
16. Discuss the central problem of "for whom to produce"
17. What do you understand by PPC.
18. Write and explain the properties of PPC.
19. Explain the shift in PPC due change in resources with the help of curve.
20. Explain the rotation in PPC due change in technology with the help of curve.
21. What is MRS? .Explain with the help of examples.
22. What is opportunity cost?
23. Why PPC is concave to origin?

CHAPTER 3 CONSUMER EQUILLIBRIUM :UTILITY APPROACH

24. Define Utility?.
25. What is meant by a consumer?
26. Explain the term MU and TU?
27. Distinguish between cardinal approach and marginal approach.
28. Explain the relationship between TU and MU with help of schedule and diagram.
29. State the "law of DMU" and its assumption.
30. A consumer consumes two goods .Explain consumer's equilibrium with the help of utility analysis.
31. A consumer consumes one goods .Explain consumer's equilibrium with the help of utility analysis.
32. What is consumer equilibrium?