

**Principles of Economics-I (BCOU1107T)**

**B.Com – Part-I (Semester-I)**

**Total marks: 12**

- **Short questions ( Attempt any two:each carries 3 marks) 2\*3=6 marks**
  1. Is extension of demand and increase in demand same? If no, differentiate.
  2. Explain Income elasticity of Demand.
  3. Discuss the concept of Price Line.

- **Long question( attempt any one) 1\*6 = 6 marks**
  1. Explain the Consumer Equilibrium with the help of Utility analysis.

**OR**

2. Explain the three stages of production with reference to law of variable proportions. In which stage a rational producer would maximize his profits.