

B.A.LL.B (Hons.) 5 YEARS INTEGRATED COURSE

SEMESTER-I

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| Course Code | ECO161 |
| Course Title | Economics-I |
| Type of Course | Core |
| L T P | 5 1 0 |
| Credits | 6 |
| Course Prerequisites | 12th |
| Course Objectives (CO.) | Micro Economics is the analysis of economics at the individual level. This course explores why people make certain economic decisions and what is the relation of the individual producer or consumer to the economy as a whole |

UNIT-I

Introduction to Economics, Basic economic problems, Micro economics and Macroeconomics. Demand, Types of Demand ,Determinants of demand, Demand function Law of demand, Demand schedule, Demand curve, Why demand curve slopes downward, Exceptions to the law of demand, Movements along a demand curve, Shift in demand curve

- Supply: Meaning, Determinants of supply
- Supply schedule and supply curve. Movements along a supply curve, Shift in supply curve. Exceptions of the law of supply. Market equilibrium. Shifts in market equilibrium due to change in supply. Shifts in market equilibrium due to change in demand, Shifts in market equilibrium due to change in supply and demand. Elasticity of demand, Types of elasticity of demand. Degrees of price elasticity of demand. Proportionate method of measurement of elasticity of demand

UNIT –II

Utility analysis; Law of diminishing marginal utility’ Law of equi-marginal utility. Ordinal approach, Indifference curve analysis, Properties of Indifference curve Marginal rate of substitution, Budget line, Shift in budget line .Consumer equilibrium; conditions of consumer equilibrium Price effect, Income effect, Substitution effect. Decomposition of the price effect into income and substitution effect.

UNIT –III

Introduction, Production function, Types of inputs, Factors of production Total Product, Average Product Marginal Product and their relationship. Return to factor; short run and Long run production function Marginal rate of Technical Substitution. Isoquants, properties of isoquants, Iso cost lines, shifts in Iso-cost lines. Law of variable proportion. Expansion path, Producer's Equilibrium. Returns to scale; Constant, increasing and decreasing return to scale

UNIT -IV

Cost analysis, cost function and Types of costs. Traditional theory; Different shapes of cost curves in short run. Different shapes of cost curves in long run. Economies of scale; Internal and external economies and diseconomies

Perfect competition, Monopoly, Monopolistic Competition meaning, features

Suggested Readings:

- Bernheim, B. D., Whinston, M. and Sen, A. *Microeconomics*. New Delhi: Tata McGraw-Hill Education, latest edition.
- Geetika, et.al. *Managerial Economics*. New Delhi: Tata McGraw-Hill, latest edition.
- Salvatore, D. *Managerial Economics*. New Delhi. Oxford University Press, latest edition.
- Salvatore, D. *Microeconomics: Theory and Applications*. New Delhi. Oxford University Press, latest edition.
- Ahuja, H. L. *Advance Economic Theory, Micro Economic anaysis*. New Delhi: S Chand and Company, Latest Edition.