



RAYAT SHIKSHAN SANSTHA'S

RAJARSHI CHHATRAPATI SHAHU COLLEGE, KOLHAPUR

Department of Economics

Class: - B.Com-I (IT)

Paper – Business Economics

Unit Test - IV



Day:-Thursday
Date:-27/04/2023

Time: - 09:00 AM to 10:00AM
Mark - 20

Q.1. Select the Correct option to complete the given sentences.

(5)

1. Which of the following are determinants of demand for a product/service?

- A) Price of the product/service
- B) Income of the buyer
- C) Desire to purchase the product/service
- D) All of the above

2. The law of demand states that if there is an increase in a product's selling price _____.

- A) The quantity demanded of that good will decrease
- B) The quantity supplied of that good will decrease
- C) The quantity demanded of that good will increase
- D) The quantity supplied of that good will increase

3. If the price of a good is above the equilibrium price, then _____.

- A) There is a surplus in the market and the price will fall
- B) There is a shortage in the market and the price will fall
- C) There is a surplus in the market and the price will rise
- D) There is a shortage in the market and the price will rise

4. If the price of a good is equal to the equilibrium price, then _____.

- A) The quantity demanded of a good is the same as the quantity supplied and the price will remain unchanged
- B) The quantity demanded of a good is more than the quantity supplied and the price will fall
- C) The quantity demanded of a good is less than the quantity supplied and the price will rise
- D) None of the above

5. An inferior good is a commodity whose _____ with an increase in income.

- A) Demand falls
- B) Demand rises
- C) Supply falls
- D) Supply rises

Q.2. Write Short notes (Any One)

(05)

- A) Demand Function
- B) Marginalism
- C) Elasticity of Demand

Q.3. Write the answers of following questions. (Any One)

(10)

A) Why Oligopoly demand curve is kinked?

OR

B) Explain the Market Demand and Market Supply?