



NATIONAL OPEN UNIVERSITY OF NIGERIA ABUJA

**UNIVERSITY VILLAGE, NNAMDI AZIKIWE EXPRESS WAY,
PLOT 91, CADASTRAL ZONE, JABI ABUJA
FACULTY OF AGRICULTURAL SCIENCES,
DEPT. OF AGRICULTURAL ECONOMICS AND EXTENSION.
POP EXAMINATION QUESTION, 2022_2**

COURSE CODE: AEM 751

COURSE TITLE: MICROECONOMICS

CREDIT UNIT: 2

TOTAL SCORE: 70 MARKS

TIME ALLOWED: 2 HOURS

INSTRUCTION: ANSWER ANY THREE (3) QUESTIONS

1. a), What do you understand by the terms market? **(4marks)**.

b). What are the characteristic features of the following market structures? (20 marks)
 - i) imperfect competition**(4marks)**
 - ii) Monopoly **(4marks)**
 - iii) Monopolistic competition **(4marks)**
 - iv) Oligopoly **(4marks)**

2. a) What is Consumer Surplus? (3 marks)

b. Distinguishing between Individual and Market Supply Curve **(5 marks)**

c) i). State five (5) characteristics of Indifference Curve (10 marks)

ii) What is price discrimination? (5marks)

3. . a). Explain the following methodological hazards words in Economics
 - i) Bias (2 marks)
 - ii) Loaded Words: (2 marks)
 - iii) Jargons (2 marks)
 - IV) Fallacy of Composition: (2 marks)
 - V) Myopic Specialization: (2 marks)

b. Explain the following terms:

- a). Law of diminishing return (2marks).
- b). Price discrimination (2marks)
- c). Price elasticity of demand (2marks)
- d). Income elasticity of demand (2marks)
- e). Expansion Path (2 marks)

c. What is production function? (3 marks)

4. a). Enumerate the **concept of production function** (10 marks)

b. Discuss the following assumptions of the cardinal utility analysis

- i) Perfect knowledge (2 marks)
- ii) Rationality (2 marks)
- iii) Cardinal utility: (2 marks)
- iv) Diminishing marginal utility: (2 marks)
- iv) Total utility (2 marks)

c. Explain the concept of preference or indifference. (3 mark)