**Curriculum plan (Odd Semester 2022-23)**

**Teacher Name: Dr. Richa Gupta**

**Paper name**: **Principles of Microeconomics**

**Class type: B.A(P)&B.Com(P) Vth sem (GEN)**

**Paper shared with: None**

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| **Unit to be taken** | **Month wise schedule to be followed** | **Tests/Assignments/ Revision/Presentations etc** |
| **UNIT 1 Introduction**  Problem of scarcity and choice: scarcity, choice and opportunity cost; production possibility frontier;  economic systems. | July 2nd week | **Tests/Assignments**  **Internal Assessment**  Tentative 20 marks Internal Test schedule  -September1st week.  - October 4th week |
| Demand and supply: law of demand, determinants of demand, shifts of demand versus movements  along a demand curve, market demand, law of supply, determinants of supply, shifts of supply  versus movements along a supply curve, market supply, market equilibrium. | August 1st week |
| Applications of demand and supply: price rationing, price floors, consumer surplus, producer  surplus. | August 2nd  week |
| Elasticity: price elasticity of demand, calculating elasticity, determinants of price elasticity, other  elasticities | August 3rd  week |
| **Unit 2 Consumer Theory**   Budget constraint,  income  and substitution effects; consumer choice: indifference curves, derivation of demand curve from  indifference curve and budget constraint. | August 4th  week |
| Concept of utility, diminishing marginal utility, diamond‐water paradox, | September 1st week |
| **Unit 3 Production and** **Costs**   Production: behaviour of profit maximising firms, production process, production functions, law of  variable proportions, choice of technology, isoquant and isocost lines, cost minimising equlibrium  condition. | September 2nd  week |
| Costs: costs in the short run, costs in the long run, revenue and profit maximisation, minimising  losses, short run industry supply curve, economies and diseconomies of scale, long run adjustments. | September 3rd and 4th week |
| **Unit 4 Perfect Competition**  Assumptions: theory of a firm under perfect competition, demand and revenue; equilibrium of the  firm in the short run and long run; long run industry supply curve: increasing, decreasing and  constant cost industries. | October |
| Welfare: allocative efficiency under perfect competition. | November 1st week |
| Revision | November 2nd week |

**Reference:  Mankiw, N.; Principles of Economics, 6th ed., Cengage Learning**