Reg. No. : ....

Name : ....

II Semester B.A. Degree (C.C.S.S. – Supple.) Examination, May 2018
CORE COURSE IN ECONOMICS/DEVELOPMENT ECONOMICS
2B02 ECO : Micro Economic Analysis – II
(2012-13 Admns)

Time : 3 Hours

Max. Weightage : 30

Instruction : *Answers may be written in **English** or in **Malayalam**.*

PART – A

Objective type questions (in bunches of two) Choose the correct answer.

I. 1. Under perfect competition, the demand curve for an individual firm is

   a) perfectly elastic

   b) less elastic

   c) more elastic

   d) perfectly inelastic

2. Output fixation under monopoly is

   a) MR = AC

   b) MR = MC

   c) MR < MC

   d) None of these

3. The output level at which price equals average variable cost of perfectly competitive firm in the short run relates to

   a) Shut down point

   b) Break even point

   c) General equilibrium

   d) None of these

4. Which feature is peculiar to Monopolistic competition ?

   a) Selling cost

   b) Perfect Knowledge

   c) Uniform price

   d) None of these

   (Weightage – 1)

II. 5. Bilateral monopoly is a market situation when there is

   a) Single buyer and single seller

   b) Single seller

   c) Many buyers and a single seller

   d) Single buyer

6. The upper portion of the kinked demand curve is relatively

   a) More elastic   b) Less elastic   c) More inelastic   d) Less inelastic

7. Each seller assumes his rivals price is being constant under the

   a) Monopoly   b) Edgeworth model

   c) Sweezy model   d) Bertrand model

8. Quasi rent is the concept of

   a) Adam Smith

   c) Pigou   b) Ricardo

                     d) Marshall   **(Weightage – 1)**

PART – B

Short answer questions. Answer **any ten** of the following questions **not** exceeding **50** words **each. Each** question carries **1** weightage.

9. Deductive method

10. Profit maximisation

11. Non price competition

12. Marginal revenue

13. Economic rent

14. Break even point

15. Average revenue

16. Selling cost

17. Imperfect competition

18. Pareto optimal

19. Invisible hand

20. Welfare economics.

                                        (Weightage – 1×10=10)

PART – C
(Short Essay)

Answer **any five** questions **not** exceeding 150 words **each**. **Each** question carries **2** weightage.

21. What are the main characteristics of perfect competition ? Distinguish between pure competition and perfect competition.

22. Write a note on product differentiation.

23. Features of perfect competition.

24. Examine Stackelberg's duopoly model.

25. Examine the various types of price leadership.

26. Explain the factor pricing under perfect competition.

27. Examine the Pareto optimality criterion for the maximization of social welfare.

(Weightage – 2×5=10)

PART – D
(Long Essay)

Answer **any two** questions **not** exceeding 450 words. **Each** question carries **4** weightage.

28. Price and output determination under monopolistic competition.

29. Critically examine the kinked demand curve model of oligopoly.

30. Briefly discuss the product exhaustion theorem.

31. Examine the marginal productivity theory of factor pricing.
(Weightage – 4×2=8)

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