B. A. DEGREE END SEMESTER EXAMINATION - MARCH 2020

SEMESTER – 4: ECONOMICS (CORE COURSE)

COURSE: 15U4CRECO5: MICRO ECONOMIC ANALYSIS

(For Regular - 2018 Admission and Supplementary / Improvement 2017, 2016, 2015 Admissions)

Time: Three Hours   Max. Marks : 75

PART A

Answer all questions in one or two sentences. Each question carries 1 mark.

1. Variable cost.
2. Opportunity Cost.
3. Shutdown point
4. Welfare economics
5. Cartels
6. Edgeworth Box
7. Pareto optimality
8. Cost function
9. Monopsony.
10. Marginal Revenue Product.

(1 x 10 = 10)

PART B

Answer any eight of the following in three or four sentences. Each question carries 2 marks.

11. Why long run average cost curve is known as planning curve?
12. What are the features of perfect competition?
13. What do you mean by growth of GNP as a   criterion of welfare?
14. What is bilateral monopoly?
15. What are the difference between firm and industry?
16. What do you mean by Kaldor and Hicks compensation criterion?
17. What is Price leadership?
18. What is Cartel?
19. What is contract curve?
20. Differentiate Functional and personal distribution.

(2 x 8 = 16)

PART C

Answer any five of the following in not more than one page. Each question carries five marks.

21. Describe the price and output determination under monopolistic competition.

22. Explain product exhaustion theorem.

23. Discuss Arrow's impossibility theorem.

24. Explain price leadership by a dominant firm

25. Discuss the relationship between AC and MC.

26. Describe the degrees of Price Discrimination?

27. Describe the traditional short run cost theory with help of diagram.

(5 x 5 = 25)

PART D

Answer any two of the following in not exceeding four pages. Each question carries 12 marks.

28. Discuss the modern theory of cost.

29. What are the characteristics of Oligopoly? Explain kinked demand model of Oligopoly?

30. Explain the Marginal Productivity theory of distribution?

31. Describe the Pareto optimality criterion.

(12 x 2 = 24)

****