

**B. A. DEGREE END SEMESTER EXAMINATION - OCTOBER 2025****SEMESTER 3 : ECONOMICS****COURSE : 19U3CRECO3 : MICRO ECONOMIC ANALYSIS***(For Improvement/Supplementary 2023/ 2022/2021/2020/2019 Admissions)*

Time : Three Hours

Max. Marks: 75

**PART A****Answer All (1 mark each)**

1. Define Contract Curve.
2. Outline efficiency in product-mix.
3. Explain bilateral monopoly.
4. Elucidate dynamic theory of profit.
5. Outline price leadership by a barometric firm.
6. Explain the significance of selling costs.
7. Give two features of perfect competition.
8. Elucidate risk bearing theory of profit.
9. Which are imperfect markets?
10. What is value of marginal product?

**(1 x 10 = 10)****PART B****Answer any 8 (2 marks each)**

11. Elucidate kinked demand curve.
12. Explain Dumping.
13. Lerner Index.
14. Evaluate the neo-classical theory of interest.
15. Innovation theory of Profit.
16. Compare duopoly and oligopoly.
17. Evaluate Keynesian theory of interest.
18. Analyse the importance of no price competition under monopolistic competition.
19. Elucidate the concepts capabilities and entitlements by Sen.
20. Differentiate between Pareto optimality and improvement.

**(2 x 8 = 16)****PART C****Answer any 5 (5 marks each)**

21. Elucidate Ricardian Theory of Rent.
22. Appraise the wastages under monopolistic competition.
23. Appraise price rigidity under oligopoly with the help of diagram.
24. Assess the sources of monopoly.
25. Appraise Pareto optimality criterion.
26. Explain how price and output determination is done under price discrimination.
27. Elucidate Rawlsian concept of Justice.

**(5 x 5 = 25)**

**PART D**

**Answer any 2 (12 marks each)**

28. Explain the price and output determination of a firm under monopolistic competition in the long run.
29. Assess how factor prices are determined under imperfect competition.
30. Elucidate the importance of Kaldor-Hicks compensation criterion among other criteria of welfare.
31. Appraise the equilibrium of a firm the long run under perfect competition.

**(12 x 2 = 24)**