

M. A. DEGREE END SEMESTER EXAMINATION - APRIL 2026**SEMESTER 2 : ECONOMICS****COURSE : 21P2ECOT06 : MICRO ECONOMIC THEORY - II***(For Supplementary 2023/2022/2021 Admissions)*

Time : Three Hours

Max. Weights: 30

PART A**Answer any 8 questions****Weight: 1**

1. Discuss Scitovski's paradox and his Double criterion ? (U, CO 4)
 2. Explain Rawls theory of Justice. (An, CO 4)
 3. List down the features of oligopoly. (U, CO 1)
 4. Explain Baumol's model of a single product with advertisement. (U, CO 2)
 5. Explain Pareto optimality. (An, CO 4)
 6. Give Euler's exposition of the product exhaustion theorem ? (A, CO 3)
 7. "Capitalists earn what they spend and workers spend what they earn", Discuss. (An, CO 3)
 8. Define Prisoners Dilemma. (R, CO 1)
 9. Define sequential game. (U, CO 1)
 10. Explain the dynamic model of sales maximisation. (U, CO 2)
- (1 x 8 = 8)**

PART B**Answer any 6 questions****Weights: 2**

11. Limit Pricing theory. (U, CO 2)
 12. Explain the model of the dominant firm - price leadership. (U, CO 1)
 13. Explain 2 x 2 x 2 model of general equilibrium. (An, CO 4)
 14. What are the various strategies followed by oligopoly firm? (U, CO 1)
 15. Define organic composition of capital. (R, CO 3)
 16. Define the elasticity of input substitution. (U, CO 3)
 17. State Arrow's impossibility theorem. (An, CO 4)
 18. Full Cost Pricing. (U, CO 2)
- (2 x 6 = 12)**

PART C**Answer any 2 questions****Weights: 5**

19. Make a survey of various theories under collusive oligopoly. (An, CO 1)
 20. Show that behavioural theory of the firm is a satisfying and group behavior model. (An, CO 2)
 21. Compare and contrast Kalecki's and Kaldor's macro theories of distribution. (An, CO 3)
 22. Summarise Kaldor - Hick's compensation Criterion. (E, CO 4)
- (5 x 2 = 10)**

OBE: Questions to Course Outcome Mapping

CO	Course Outcome Description	CL	Questions	Total Wt.
CO 1	Analyses business strategies in imperfect market situations	A	2, 8, 9, 12, 14, 19	12
CO 2	Analyses how difference in business goals influences the behavior of business enterprizes	U	4, 10, 11, 18, 20	11
CO 3	Evaluates alternative theories of distribution	R	6, 7, 15, 16, 21	11
CO 4	Evaluates the principles of welfare economics and general equilibrium	An	1, 3, 5, 13, 17, 22	12

Cognitive Level (CL): Cr - CREATE; E - EVALUATE; An - ANALYZE; A - APPLY; U - UNDERSTAND; R - REMEMBER;