B.A DEGREE (CBCS)EXAMINATION, MARCH 2021

Third Semester

B.A Economics Model I

Core Course - EC3CRT03 - MICRO ECONOMIC ANALYSIS- II

2017 Admission Onwards

B371B6DB

Time: 3 Hours   Max. Marks : 80

Part A

*Answer any **ten** questions.*

*Each question carries **2** marks.*

1. Define Perfect competition.

2. Distinguish between fixed factor and variable factor.

3. What is Producer surplus?

4. What is meant by Shut Down Point?

5. What is Bilateral Monopoly?

6. Define Excess capacity.

7. Define Limit pricing.

8. Define Opportunity cost.

9. Draw a backward bending supply curve.

10. Define Capital.

11. Define Welfare Economics

12. What is Edge worth box?

(10×2=20)

Part B

*Answer any **six** questions.*

*Each question carries **5** marks.*

13. Explain the different sources of monopoly.

14. How a monopoly firm determines output and price in the short run?

15. What are the conditions for successful price discrimination?

16. Explain Price Stickiness in Oligopoly.

17. Explain the Sweezy's model of price rigidity.

18. Discuss the different types of price leadership.

19. Analyse the determination of factor price under perfect competition?

20. 'Profit is the reward for risk taking'. Comment.

21. Discuss Bentham Criterion of Social Welfare.

$(6\times5=30)$

Part C

*Answer any **two** questions.*

*Each question carries **15** marks.*

22. Explain the long run equilibrium of firm and industry under perfect competition.

23. Briefly explain price and output determination under monopolistic competition in the long run.

24. Explain factor price determination under perfect competition.

25. Explain the marginal conditions of paretian optimum.

$(2\times15=30)$