**SAINTGITS COLLEGE OF APPLIED SCIENCES**

**Second Internal Assessment Examination, March 2019**

**Department of Corporate Economics, Semester 1I**

Micro Economics II

Total : **80 marks** Time: **3 Hours**

**Section A**

*Answer any 10 questions. Each question carries 2 marks.*

1. State the features of perfect competition

2. Distinguish between monopoly and monopolistic competition

3. Define price discrimination

4. Define selling cost

5. What is collusive oligopoly?

6. What is meant by kinked demand curve?

7. Distinguish between personal distribution and functional distribution

8. What is meant by the theory of distribution?

9. Distinguish between nominal wage and real wage.

10. Define the wage fund theory of the classicals

10. Define Ricardian theory of rent

11. Define liquidity trap

 **(10 X 2 = 20 marks)**

 **Section B**

*Short essay questions*

*Answer any six questions. Each question carries 5 marks.*

13. Distinguish between firm and industry under perfect competition

14. Examine the various degrees of price discrimination under monopoly

15. Examine the contributions of Paul M Sweezy to the theory of oligopoly pricing

16. Explain the various theories of wages.

17. Examine long run pricing under monopolistic competition

18. Examine the Ricardian theory of rent

19. Comment on the concept of quasi rent

20. What are the various theories of interest?

21Examine the various theories of profit.

**(6 X 5 = 30 marks)**

**Section C**

*Long essay questions*

*Answer any 2 questions. Each question carries 15 marks.*

22. State the conditions of consumer equilibrium under monopoly.

23. Define interest. Explain the various theories of interest

24. How are prices determined under perfect competition?

25. Briefly explain the marginal productivity theory of distribution.

**(2 X 15 = 30 marks)**

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