BA DEGREE (CBCS) EXAMINATION, MAY 2019

Second Semester

B A Corporate Economics Model III

Core Course - **EC2CRT09 - MICRO ECONOMICS-II**

2017 ADMISSION ONWARDS

BD373C46

Maximum Marks: 80   **Time: 3 Hours**

Part A

Answer any **ten** questions.

Each question carries **2** marks.

1. Define market.

2. Distinguish between local market and national market.

3. Define price discrimination

4. Define monopsony.

5. Explain the concept of selling cost under monopolistic competittion

6. What is the difference between pure and differentiated oligopoly?

7. Explain the concept of cost plus pricing

8. VMP

9. Differential rent

10. Liquidity

11. Social welfare

12. What are the problems of measuring social welfare?

(10×2=20)

Part B

Answer any **six** questions.

Each question carries **5** marks.

13. Describe the important features of pure competition

14. Discuss about the producer's surplus.

15. Write about the important features of monopoly.

16. Explain the Short run equilibrium of monopolistic competitor

17. What is price leadership? Explain briefly different forms of price leadership.

18. Discuss role of trade unions in labour market?

19. Discuss innovation theory of profit?

20. Write short note on Edgeworth Box Diagram?

21. Explain growth of GNP criterion of measuring social welfare ?

(6×5=30)

Part C

Answer any **two** questions.

Each question carries **15** marks.

22. Examine the short run equilibrium of monopoly with profit and loss

23. Compare the long run equilibrium of perfect and monopolisic competition. Explain why excess capacity arise in monopolistic competition

24. Critically explain marginal productivity theory of distribution

25. Discuss Pareto optimality criterion of measuring social welfare?

(2×15=30)