



Reg. No. :

Name :

II Semester B.A. Degree (CCSS – Supple./Improv.) Examination, May 2015
Core Course In Economics/Dev. Economics
2 B02 ECO : MICRO ECONOMIC ANALYSIS – II
(2012-13 Adm.)

Time : 3 Hours

Max. Weightage : 30

Instruction: Answers may be written in **English** or in **Malayalam**.

PART – A

Objective type questions (in bunches of **two**) choose the correct answer :

1. Selling cost is the peculiarity of

| | |
|---------------------|-----------------------------|
| a) Pure competition | b) Perfect competition |
| c) Monopoly | d) Monopolistic competition |
2. A market organisation characterized by one seller and one buyer

| | |
|--------------|-----------------------|
| a) Monopoly | b) Bilateral monopoly |
| c) Monopsony | d) None of these |
3. The attainment of maximum social welfare depends upon

| |
|--|
| a) Optimum conditions of production and exchange |
| b) Monopoly condition |
| c) Fair price condition |
| d) None of these |
4. Quasi rent was the concept of

| | | | |
|------------|-------------|----------|---------------|
| a) Ricardo | b) Marshall | c) Pigou | d) Adam Smith |
|------------|-------------|----------|---------------|

(Bunch Weightage 1)



5. In which of the following market structures are entry barriers the highest ?
- a) Perfect competition b) Monopolistic competition
c) Oligopoly d) Monopoly
6. Economic rent is earned by a factor when its
- a) Supply is inelastic b) Supply is elastic
c) Supply is more than demand d) Demand is less than supply
7. The kinked-demand curve indicates
- a) Why oligopoly prices might be sticky
b) How the current output is established
c) How the current price is established
d) All of the above
8. 'Social choice and individual values' was written by
- a) K. Arrow b) J. R. Hicks c) T. Scitovsky d) None of these

(Bunch Weightage : 1)**PART – B**

Short answer questions. Answer **any ten** of the following questions not exceeding **50** words each. **Each** question carries **1** weightage.

9. Dumping
10. Break even point
11. Economic rent
12. Bilateral monopoly
13. Normal profit
14. Social welfare
15. Imperfect competition
16. Market
17. Inductive method
18. Marginal revenue
19. Non price competition
20. Invisible hand

(Weightage 1×10=10)

PART – C
(Short Essay)

Answer **any five** not exceeding **150** words each. **Each** question carries **2** weightage.

21. Differentiate between rent and quasi rent.
22. Under perfect competition the seller is a price fixer not a price taker. Elucidate.
23. Explain the factor pricing under perfect competition.
24. Features of monopolistic competition.
25. Briefly examine Chamberlin's oligopoly model.
26. Explain the Pareto optimality criterion for the maximization of social welfare.
27. Write a note on product differentiation. **(Weightage 2×5=10)**

PART – D
(Long Essay)

Answer **any two** questions not exceeding **450** words each. **Each** question carries **4** weightage.

28. Examine the process of price and output determination under monopoly.
29. Briefly discuss the product exhaustion theorem.
30. Critically examine the kinked demand model.
31. Examine price leadership models under oligopoly market. **(Weightage 4×2=8)**