

(6 pages)

Reg. No. :

Code No. : 10614 E Sub. Code : CMEC 21

B.A. (CBCS) DEGREE EXAMINATION,
NOVEMBER 2023.

Second Semester

Economics — Core

MICRO ECONOMICS — II

(For those who joined in July 2021–2022)

Time : Three hours

Maximum : 75 marks

PART A — (10 × 1 = 10 marks)

Answer ALL questions.

Choose the correct answer.

1. Under which market the MR curve is negatively sloped?
- (a) Monopoly (b) Oligopoly
(c) Perfect (d) Duopoly

6. General theory of Distribution was given by
- (a) David Ricardo (b) Clark
(c) Keynes (d) Knight
7. _____ is the remuneration for labour
- (a) Interest (b) Profit
(c) Wages (d) Rent
8. Real wages are determined by
- (a) Hours of work
(b) Future prospects
(c) Nature of job
(d) All of these
9. Rate of Interest can never be
- (a) Hundred (b) Fifty
(c) Ten (d) Zero
10. Who propounded Innovation theory of profit?
- (a) Clark (b) Knight
(c) Hawley (d) Schumpeter

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2. Which of the following cost curve is never 'U' shaped
- (a) AC curve (b) MC curve
(c) AVC curve (d) AFC curve
3. Cold drink industry is the best example for
- (a) Perfect competition
(b) Monopoly
(c) Monopolistic competition
(d) Oligopoly
4. Price Discrimination is one of the features of _____
- (a) Monopoly
(b) Perfect
(c) Oligopoly
(d) None of these
5. Rent is the price paid for
- (a) Organised (b) Capital
(c) Labour (d) Land

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PART B — (5 × 5 = 25 marks)

Answer ALL questions by choosing either (a) or (b).

Each answer should not exceed 250 words.

11. (a) What are the reasons for 'U' shaped cost curve?
- Or
- (b) Explain the concept of MR.
12. (a) State any five kinds of Monopoly.
- Or
- (b) Write a note on discriminating monopoly.
13. (a) What is Transfer earning?
- Or
- (b) What is Quasi Rent?
14. (a) Differentiate money wage and real wage.
- Or
- (b) What are the limitations of wage fund theory?

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15. (a) Define Interest.

Or

(b) Explain the concept of gross profit.

PART C — (5 × 8 = 40 marks)

Answer ALL questions by choosing either (a) or (b).

Each answer should not exceed 600 words.

16. (a) Give briefly the different kinds of revenue and mention relation between AR and MR.

Or

(b) Elucidate the various kinds of cost.

17. (a) Explain the price – output determination under perfect competition.

Or

(b) Explain the price - output determination under monopoly.

18. (a) Explain the marginal productivity theory of distribution.

Or

(b) Critically examine the Ricardian theory of Rent.

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19. (a) Elucidate modern theory of Wage.

Or

(b) Can Trade Union raise Wages? Comment.

20. (a) Describe the Liquidity Preference Theory of Interest.

Or

(b) Brief about Schumpeter's theory of Profit.

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