

(6 pages)

Reg. No. :

Code No. : 20929 E Sub. Code : EMEC 21

B.A. (CBCS) DEGREE EXAMINATION,
NOVEMBER 2024.

Second Semester

Economics – Core

MICRO ECONOMICS – II

(For those who joined in July 2023 onwards)

Time : Three hours

Maximum : 75 marks

PART A — (10 × 1 = 10 marks)

Answer ALL questions.

Choose the correct answer.

1. In the perfect competition, the demand curve will be _____.
 - (a) horizontal
 - (b) vertical
 - (c) downward sloping
 - (d) Upward sloping

2. The condition for the maximum profit of a firm is.
 - (a) $AC = MR$
 - (b) $MC = MR$
 - (c) $MR = AR$
 - (d) $AC = AR$
3. In a monopoly market, the MR curve.
 - (a) coincides with the AR curve
 - (b) lies below AR curve
 - (c) lies above AR curve
 - (d) is a horizontal drive
4. Price discrimination is possible under _____ market.
 - (a) Perfect competition
 - (b) duopoly
 - (c) monopoly
 - (d) oligopoly
5. Excess capacity means.
 - (a) surplus over installed capacity
 - (b) over utilization of capacity
 - (c) capacity added to installed capacity
 - (d) unused portion of the installed capacity

6. The Kinked demand curve explains the.
- (a) determination of price-output
 - (b) price rigidity
 - (c) price leadership
 - (d) cost
7. Functional Distribution explains the share of total income received by the _____.
- (a) land
 - (b) labour
 - (c) capital
 - (d) factors of production
8. The marginal productivity theory of distribution is derived from the _____ principle.
- (a) Utility
 - (b) average
 - (c) marginal
 - (d) wages
9. _____ criteria is a method of deciding on whether a proposed change in the economy should be made.
- (a) Welfare
 - (b) Utility
 - (c) Productivity
 - (d) Profit

10. Walrasian general equilibrium model was based on _____ market.
- (a) monopoly
 - (b) perfect competition
 - (c) duopoly
 - (d) oligopoly

PART B — (5 × 5 = 25 marks)

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

Each answer should not exceed 250 words.

11. (a) List the features of perfect competition market.
- Or
- (b) Explain the short run equilibrium under perfect competition.
12. (a) Define monopoly.
- Or
- (b) Narrate the first degree of price discrimination.
13. (a) State the features of Monopolistic Competition.
- Or
- (b) Mention the features of Oligopoly.

14. (a) Write a note on functional distribution and personal distribution.

Or

(b) Explain the concept of marginal revenue product.

15. (a) What is meant by Market Failure?

Or

(b) Mention the static properties of consumption.

PART C — (5 × 8 = 40 marks)

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

Each answer should not exceed 600 words.

16. (a) Discuss the long run equilibrium of the industry in a perfectly competitive market.

Or

(b) Analyze the importance of time element in price theory.

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17. (a) Explain the nature and demand and nature of *MR* curve under monopoly.

Or

(b) Bring out the motives of dumping.

18. (a) Outline the long run equilibrium under monopolistic competition.

Or

(b) Examine the price determination under price leadership in an oligopolistic market.

19. (a) Critically explain the marginal productivity theory of distribution.

Or

(b) Describe the Eulers Product Exhaustion Theorem. Also state its limitations.

20. (a) Expound the Walrasian General Equilibrium Model.

Or

(b) Suggest suitable measures to correct market failure.

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