(Pages : 2) F – 3984

Reg. No. : .....

Name : .....

Third Semester B.A. Degree Examination, January 2019

First Degree Programme under CBCSS

ECONOMICS

Core Course – III

EC 1341 : Micro Economics – II

(2015 Admission Onwards)

Time : 3 Hours Max. Marks : 80

SECTION – I

Answer **all** questions. **Each** question carries **1** mark.

1. Oligopoly.
2. Risk.
3. Pareto Optimality.
4. Subsistence wage.
5. Kinked demand curve.
6. Marginal physical product.
7. Liquidity trap.
8. Linear programming.
9. Real wage.
10. Breakeven point.

(10×1=10 Marks)

SECTION – II

Answer **any eight** questions **not** exceeding **one** paragraph. **Each** question carries **two** marks.

11. What do you mean by transfer earnings ?
12. Explain collective bargaining.
13. Explain feasible region.
14. Explain the concept of expected utility.

P.T.O.

15. What is compensation principle ?
16. Explain Welfare economics.
17. Explain Bentham's criterion.
18. Explain Quasi Rent.
19. Explain the logic behind the backward bending supply curve of labour.
20. Explain price discrimination.
21. Explain cardinalist criterion of social welfare.
22. Explain marginal productivity theory of distribution. **(8×2=16 Marks)**

SECTION – III

Answer **any six** questions **not** exceeding **120** words. **Each** question carries **4** marks.

23. What is St. Petersburg Paradox ?
24. Explain Kaldor-Hicks compensation principle.
25. Explain innovation theory of profit.
26. What is Neumann-Morgenstern concept of utility index ?
27. Describe classical theory of interest.
28. State and explain the conditions of Pareto optimality.
29. Explain the features of perfect competition.
30. Examine the features of oligopoly market.
31. Explain Scitovsky Paradox. **(6×4=24 Marks)**

SECTION – IV

Answer **any two** questions **not** exceeding **four** pages. **Each** question carries **15** marks.

32. Explain the linear programming technique to solve the problem of constrained optimization.
33. Analyze the equilibrium condition of a firm under monopoly in the short and long run.
34. Critically discuss Ricardo's theory of Rent.
35. Profit is the reward of uncertainty bearing. Discuss. **(2×15=30 Marks)**

———————