

TM211160TR

Reg. No : .....

Name : .....

**M. A. DEGREE (C.S.S.) EXAMINATION, NOVEMBER 2021**  
**[ 2021 Admissions Regular and 2020 Admissions Improvement & Supplementary ]**  
**SEMESTER I - CORE COURSE ( ECONOMICS )**  
**EC1C01TM20 - MICROECONOMICS-I**

**Time : 3 Hours**

**Maximum Weight : 30**

**Part A**

**I. Answer any Eight questions. Each question carries 1 weight (8x1=8)**

1. Sheena thinks of buying a certain brand of car. But decides against it when she realizes it is a becoming quite common. Highlight the theory explaining her behavior.
2. What is Hedonic pricing?
3. Briefly explain engineering cost curves.
4. Explain Variable Elasticity of Substitution (VES) Production Function?
5. What is the shape of the short run AC in modern theory of cost? Why is it shaped so?
6. Explain the Chamberlin's Oligopoly Model.
7. Differentiate between zero sum and non zero sum game.
8. Explain Euler's theorem.
9. Explain Marginal Productivity Theory of distribution.
10. According to Ricardo profit determines rent. Explain

**Part B**

**II. Answer any Six questions. Each question carries 2 weight (6x2=12)**

11. Raj declines an offer to pay a fair game. What could be the reason for that?
12. Explain the difference between a positive and a negative network externality giving examples of each?
13. Briefly highlight the properties of CES production function.
14. Explain the traditional theory of cost.
15. Critically evaluate the Kinked demand curve model?
16. Distinguish between Simultaneous and Sequential move game.
17. Explain the Marxian theory of distribution.
18. How is Kalecki's degree of monopoly related to share of profits in national income?

**Part C**

**III. Answer any Two questions. Each question carries 5 weight (2x5=10)**

19. Examine Neumann- Morgenstern Hypothesis.
20. Explain graphically how a multi-product firm maximizes profit.
21. Explain Price and Output Determination under market sharing oligopoly.
22. Explain Marxian theory of income distribution.