

TB222210W

Reg. No :

Name :

B. A. DEGREE (C.B.C.S.) EXAMINATION, MARCH 2023

**2022 Admissions Regular & 2021 Admissions Supplementary / Improvement And 2020, 2019 And 2018 Admissions
Supplementary**

SEMESTER II - CORE COURSE (ECONOMICS)

EC2B02B18 - MICRO ECONOMIC ANALYSIS

Time : 3 Hours

Maximum Marks : 80

Part A

I. Answer any Ten questions. Each question carries 2 marks

(10x2=20)

1. What do you mean by Cost of Production?
2. What is Marginal Cost?
3. Why does the demand curve of a monopolist slope downward?
4. Differentiate between pure and perfect competition.
5. What are the two conditions required for a perfectly competitive firm to be in short run equilibrium?
6. What are the situations in which the demand curve shifts in monopolistic competition in Chamberlin's model?
7. What are the formal types of collusion?
8. What is real product differentiation?
9. What is loanable funds theory of interest.
10. Define transactionary demand for money
11. What is General Equilibrium?
12. What is the condition for the General equilibrium of Exchange?

Part B

II. Answer any Six questions. Each question carries 5 marks

(6x5=30)

13. Discuss the relationship between AC and MC.
14. Explain the equilibrium of a firm in the short run in a perfect competition using TC and TR curve approach.
15. Differentiate between the terms 'price-taker and price-maker. Use diagrams to illustrate them.
16. Briefly explain the product differentiation.
17. Explain the cartels aiming at joint profit maximization.
18. Write a short note on modern theory of rent.
19. Discuss the innovation theory of profit.
20. How is simultaneous equilibrium of consumption and production attained?
21. Discuss General equilibrium of Production and explain the conditions for attaining equilibrium.

Part C

III. Answer any Two questions. Each question carries 15 marks

(2x15=30)

22. Discuss Traditional Cost theory with Diagram.
23. Compare and contrast monopoly market situation and profit-maximisation with that of perfect competition.
24. Explain the different types of collusion in an oligopoly market.
25. Explain the different theories of interest.