THIRD SEMESTER B.A. DEGREE EXAMINATION, NOVEMBER 2024

(CBCSS - UG)

(Regular/Supplementary/Improvement)

CC19U ECO3 B04 - MICROECONOMICS - II

(Economics - Core Course)

(2019 Admission onwards)

Time : 2.5 Hours   Maximum : 80 Marks

Credit : 4

Part A (Short answer questions)

Answer *all* questions. Each question carries 2 marks.

1. What is meant by market structure?

2. Distinguish between perfect competition and pure competition.

3. What is meant by a normal profit?

4. Define market period.

5. What do you mean by price taker?

6. What are the conditions for the long run equilibrium of the monopolist?

7. Define multiplant firm.

8. Define cross elasticity of demand.

9. What is Price discrimination of the first degree?

10. What is known as buyer's monopoly?

11. Define monopolistic competition.

12. Differentiate between Partial Oligopoly and Full Oligopoly.

13. How realistic is the kinked demand curve in practice?

14. What is meant by least cost combination of inputs?

15. What is the equilibrium condition of the monopsonist for the two input case?

(Ceiling: 25 Marks)

Part B (Paragraph questions)

Answer *all* questions. Each question carries 5 marks.

16. Explain the equilibrium of the industry in the long run in a perfectly competitive market.

17. Distinguish between perfect competition and absolute monopoly market situations.

18. Explain the market demand curve under monopoly.

19. Briefly explain anti monopoly legislation for the regulation of monopoly.

20. Explain international price discrimination.

21. Briefly explain Barometric price leadership.

22. Explain the substitution effect and output effect.

23. Explain the Supply of a variable input factor in a Perfectly Competitive Markets.

(Ceiling: 35 Marks)

Part C (Essay questions)

Answer any *two* questions. Each question carries 10 marks.

24. Explain the imposition of a specific sales tax in a perfectly competitive market situation.

25. Explain the equilibrium of a firm under Monopolistic Competition.

26. Explain Sweezy's kinked demand curve model of Oligopoly. How does it explain price rigidity under Oligopoly?

27. Explain factor market with monopoly power.

(2 × 10 = 20 Marks)

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