THIRD SEMESTER B.A. DEGREE EXAMINATION, NOVEMBER 2025

(CBCSS - UG)

CC19UECO3B04 - MICROECONOMICS - II

(Economics - Core Course)

(2019 to 2023 Admissions - Supplementary/Improvement)

Time : 2.5 Hours   Maximum : 80 Marks

Credit : 4

Part A (Short answer questions)

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

1. Define market.

2. What is meant by perfect competition?

3. Define normal profit.

4. What are the factors upon which supply depends in a perfectly competitive market?

5. What are the twin conditions of forms equilibrium under perfect competition?

6. What is meant by increasing cost industry?

7. What is meant by limit pricing policy.

8. What is Price discrimination of the Third Degree?

9. Define Ramsey prices.

10. Define monopsony with an example.

11. Distinguish between Pure Oligopoly and Differentiated Oligopoly.

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

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

14. What is meant by marginal expense?

15. What is meant by derived demand?

(Ceiling: 25 Marks)

Part B (Paragraph questions)

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

16. What are the optimality conditions for economic efficiency in the Long-run equilibrium of the industry in a perfectly competitive market?

17. Derive the industry demand curve in the case of a monopoly market.

18. Explain the short-run equilibrium of the monopolist.

19. Define monopoly power. Explain the various measures of monopoly power.

20. Explain the long run equilibrium of a firm in the case of monopolistic competition.

21. Explain price leadership by a low cost firm.

22. Briefly explain the Market Demand for an input.

23. Explain the Market Supply of Labour in perfectly competitive markets.

(Ceiling: 35 Marks)

Part C (Essay questions)

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

24. Explain the supply curve of a monopolist. Also bring out the case of a multi plant firm.

25. Define monopoly market situation. Explain the measures for control and regulation of monopoly.

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

27. Explain the equilibrium position under the monopolist - monopsonist' firm.

(2 × 10 = 20 Marks)

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