

**STELLA MARIS COLLEGE (AUTONOMOUS) CHENNAI – 86**  
**(For candidates admitted from the academic year 2019–2020 & thereafter)**  
**SUBJECT CODE: 19EC/MC/ME24**

**B. A. DEGREE EXAMINATION, APRIL 2022**  
**BRANCH IV - ECONOMICS**  
**SECOND SEMESTER**

**COURSE : MAJOR – CORE**

**PAPER : MICROECONOMICS - II**

**TIME : 3 HOURS**

**MAX. MARKS:100**

**SECTION – A**

**ANSWER ANY TEN QUESTIONS. EACH ANSWER NOT TO EXCEED 50**

**WORDS:**

**(10 X 2 = 20)**

1. What is imperfect competition?
2. State NASH equilibrium.
3. Name the four-fold classification of factors of production. What is Price paid for it?
4. Define marginal productivity.
5. How is a price leader decided?
6. What is a trade union?
7. How is selling cost different from advertisement cost.
8. Explain differential rent.
9. Mention the characteristics of Oligopoly.
10. What is meant by cartels?
11. Give two reasons for the backward sloping demand curve.
12. Write down the assumptions of perfect competition.

**SECTION – B**

**ANSWER FIVE QUESTIONS. EACH ANSWER NOT TO EXCEED 400 WORDS.**

**(5 X 8 = 40)**

13. Explain Edgeworth oligopoly model.
14. What are the reasons for wage differentials?
15. Explain kinked demand curve.
16. Explain marginal productivity of labour.
17. Explain the adding – up problem of factor prices.
18. Explain the loanable fund theory of interest.
19. Distinguish between perfect competition and monopolistic competition.
20. Explain risk and uncertainties.

**SECTION – C**

**ANSWER TWO QUESTIONS. EACH ANSWER NOT TO EXCEED 1000 WORDS.**

**(2 X 20=40)**

21. How is price determined under monopolistic competition both in the short and long run?
22. Describe how price is determined under collusive oligopoly.
23. Critically examine the Ricardian Theory of rent.
24. Define economic efficiency. Explain Pareto's three conditions for achievement of economic efficiency.

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