

STELLA MARIS COLLEGE (AUTONOMOUS) CHENNAI – 86
(For candidates admitted during the academic year 2019–2020 & thereafter)
SUBJECT CODE: 19EC/PC/MI24
M. A. DEGREE EXAMINATION, APRIL 2022
BRANCH III – ECONOMICS
SECOND SEMESTER

COURSE : MAJOR - CORE

PAPER : MICRO ECONOMIC ANALYSIS -II

TIME : 3 HOURS

MAX. MARKS: 100

SECTION – A

ANSWER ANY FIVE QUESTIONS. EACH ANSWER NOT TO EXCEED 300 WORDS.

(5 X 8 = 40)

1. What is game theory? Explain any three strategies with examples.
2. Is the equilibrium under cartels stable? Give reasons.
3. Explain the case of bilateral monopoly. Is the equilibrium determinate under such a situation?
4. Elucidate Arrow's Impossibility Theorem.
5. Explain the causes of wage differentials.
6. What is Euler's Theorem?
7. Outline the compensation criteria and point out its limitations.

SECTION – B

ANSWER ANY THREE QUESTIONS. EACH ANSWER NOT TO EXCEED 1200 WORDS.

(3 x 20 = 60)

8. Analyse the two-sector general equilibrium model with the help of diagrams.
9. Discuss Samuelson's sales maximization model with advertising.
10. What are barriers to entry? How is it significant in price fixation under Oligopoly?
11. Discuss price determination with asymmetric information.
12. What is market failure? Discuss the measures to be undertaken to correct market failure.

