

**STELLA MARIS COLLEGE (AUTONOMOUS) CHENNAI – 86  
(For candidates admitted during the academic year 2009–10 & thereafter)**

**SUBJECT CODE: EC/PC/ME24**

**M. A. DEGREE EXAMINATION, APRIL 2011  
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. Illustrate Edgeworth model.
2. Examine Average Cost Pricing theory.
3. Differentiate between the product market and factor market under perfect competition and imperfect market.
4. State Euler's theorem.
5. Briefly examine collusive oligopoly.
6. Discuss the maximisation of Social welfare.
7. Briefly examine the limit pricing theory.

**SECTION – B**

**ANSWER ANY THREE QUESTIONS. EACH ANSWER NOT TO EXCEED 1200  
WORDS. (3 x 20 = 60)**

8. Evaluate Baumol's theory of Sales maximization.
9. Explain Marginal Productivity theory of wages under different market conditions.
10. Examine Walrasian model of general equilibrium.
11. Critically explain the various criteria of Social welfare.
12. Discuss externalities influencing market failure.

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