

STELLA MARIS COLLEGE (AUTONOMOUS), CHENNAI – 86
(For Candidates admitted during the academic year 2011 – 2012)

SUBJECT CODE: 11EC/PC/ME14

M.A. DEGREE EXAMINATION NOVEMBER 2011
BRANCH III – ECONOMICS
FIRST SEMESTER

COURSE : CORE
PAPER : MICRO ECONOMIC ANALYSIS - I
TIME : 3 HOURS

MAX.MARKS : 100

SECTION – A

I. Answer any FIVE Questions. (5 X 8 = 40)

1. Explain the assumptions of marginal utility analysis.
2. What are the differences between cardinal and ordinal utility approaches?
3. Define Econometric Model. State some of the basic econometric models.
4. Define Linear Homogenous Production Function and state its properties.
5. Write a note on C.E.S. Production Function.
6. Briefly explain the following concepts:
Total Fixed Cost, Average Fixed Cost, Total Variable Cost,
Average Variable Cost and Total Cost.
7. Explain price discrimination and various degrees of price discrimination.
8. Explain Long Run Normal price in the increasing cost industry.

SECTION – B

II. Answer Any THREE questions. (3 X 20 = 60)

9. Discuss in detail the various tools of economic analysis.
10. Critically examine the Expected Utility Hypotheses.
11. Explain how a firm could achieve optimal choice of input combinations through isoquant approach.
12. Explain Long run Average Cost curve and discuss why LAC is U shaped.
13. Chamberlin and Joan Robinson concept of Monopolistic competition reveals that in the long run a firm produced an output which is less than socially optimum output. – Discuss.
