

**STELLA MARIS COLLEGE (AUTONOMOUS) CHENNAI – 86**  
(For candidates admitted from the academic year 2004 – 2005 & thereafter)

SUBJECT CODE : **EC/MC/ME24**

**B. A. DEGREE EXAMINATION, APRIL 2008**  
BRANCH IV - ECONOMICS  
SECOND SEMESTER

COURSE : **MAJOR – CORE**  
PAPER : **MICRO ECONOMICS-II**  
TIME : **3 HOURS.** MAX. MARKS : 100

**SECTION – A**

**ANSWER ALL QUESTIONS. EACH ANSWER NOT TO EXCEED 50 WORDS:**  
**(10X3=30)**

1. What is imperfect competition?
2. What is price discrimination?
3. What are the main features of oligopoly?
4. Distinguish between risk and uncertainty.
5. Distinguish between money wage and real wage.
6. Elucidate the adding up problem.
7. What is product differentiation?
8. What is meant by Liquidity Trap?
9. Define gross and net profit.
10. Distinguish between partial equilibrium and general equilibrium

**SECTION – B**

**ANSWER FIVE QUESTIONS. EACH ANSWER NOT TO EXCEED 300 WORDS.**  
**(5X6=30)**

11. What are the factors that cause differences in wages.
12. Distinguish between functional and personal distribution.
13. Explain quasi rent?
14. Examine loanable fund theory
15. Explain minimum wages.
16. Examine the marginal productivity theory of distribution.
17. Elucidate the concept of transfer earnings.

**SECTION – C**

**ANSWER TWO QUESTIONS. EACH ANSWER NOT TO EXCEED 1200 WORDS**  
**(2X20=40)**

18. Explain the difference between perfect competition and monopoly
19. Explain how price and output are determined under monopolistic competition
20. Critically examine Ricardian Theory of Rent.
21. Discuss the role of an entrepreneur.

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