SUBJECT CODE : EC/PC/ME24

M. A. DEGREE EXAMINATION, APRIL 2007
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. Discuss the criteria of judging Social Welfare

2. Explain the salient features of oligopoly

3. Briefly analyze Williamson's Utility maximizing theory

4. Critically examine Marginal productivity theory of distribution

5. Analyze Bain's Limit pricing theory

6. "It is easier to derive the demand curve for a factor of production than its supply
   curve" Comment.

7. Examine Baumol's Sales Maximization theory

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

8. Define and explain the concept of Elasticity of substitution. How do the elasticity of
   substitution and the change in relative factor supply relate to changes in relative factor
   shares?

9. Critically examine Walrasian general equilibrium model.

10. Discuss the different approaches to the theory of firm

11. State and explain the product exhaustion theorem. What are its assumptions?

12. What principles determine the demand for a factor of production when there is
    competition in the product market as well as factor market?

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