

**STELLA MARIS COLLEGE (AUTONOMOUS) CHENNAI – 86**  
**(For candidates admitted during the academic year 2015–16 and thereafter)**

**SUBJECT CODE: 15EC/PC/MI24**

**M. A. DEGREE EXAMINATION, APRIL 2019**  
**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. Explain how equilibrium output and price are determined in Cournot's duopoly model.
2. Describe the various types of Price leadership in a Collusive oligopoly market.
3. Examine the role of trade union in India and justify their effectiveness in solving issues related to
  - a) Sterlite Copper industries issue
  - b) JACTO/GEO
4. Explain the sources of entry barriers as described by Bain. How is the limit price determined?
5. Comment on Bhagwati Model.
6. What do you mean by Wage differentials? Bring out the causes for wage difference.
7. Explain O'Williamsons's Utility Maximisation Theory.

**SECTION – B**

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

**(3 x 20 = 60)**

8. Explain Baumol's Sales maximisation theory.
9. Elaborate Euler's Theory.
10. Critically examine the Sylos-Labini model of limit pricing.
11. Explain 2x2x2 model of general equilibrium.
12. Describe Prisoner's Dilemma.

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