

E-0421

Sub. Code

1MEC1C1

M.A. DEGREE EXAMINATION, APRIL 2019

First Semester

Economics

MICRO ECONOMICS – I

(CBCS 2011 onwards)

Time : 3 Hours

Maximum : 75 Marks

Part A

(10 × 2 = 20)

Answer **all** questions.

1. Define Micro Economics.
2. What is consumer Behaviour analysis?
3. State Slutsky's theorem.
4. Define production function.
5. What is MRTS?
6. Define Monopoly.
7. Distinguish between Technical efficiency and Dynamic efficiency.
8. What is collusive oligopoly?
9. What do you understand by kinked demand curve?
10. Write the Micro-Model of price determination.

Part B**(5 × 5 = 25)**

Answer **all** questions, choosing either (a) or (b).

11. (a) Describe the problem of “Economizing” the scarce resources.

Or

- (b) Explain the nature of Economic models.

12. (a) Describe the N- M utility curve of a Risk lover and his preference for Gambling.

Or

- (b) Explain the relationship between compensated and ordinary demand curves.

13. (a) Distinguish between Returns and Returns to scale.

Or

- (b) Explain the concept of Elasticity of substitution between factors of production.

14. (a) “Equilibrium of a competitive firm is not possible under the conditions of constant costs” – comment.

Or

- (b) Write a short note on Bilateral monopoly.

15. (a) What is price leadership? What are its difficulties?

Or

- (b) Explain the concept of Group equilibrium.

Part C**(3 × 10 = 30)**Answer any **THREE** questions.

16. Make a critical appraisal of Edge worth's model of Duopoly.
 17. Explain with the suitable diagrams the Revealed preference hypothesis.
 18. What is Deductive method of Economic analysis? Bring out its merits and limitations.
 19. State and explain the properties of Cobb – Douglas production function.
 20. Describe the determination of equilibrium price – output under discriminating monopoly.
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