



QP CODE: 24020542



24020542

Reg No :

Name :

**B.A DEGREE (CBCS) REGULAR / IMPROVEMENT / REAPPEARANCE
EXAMINATIONS, MAY 2024**

Second Semester

Core Course - EC2CRT03 - MICRO ECONOMICS -II

(Common for B A Economics Model II Foreign Trade, B A Economics Model II Insurance)

2017 ADMISSION ONWARDS

E9ED68FE

Time: 3 Hours

Max. Marks : 80

Part A

*Answer any **ten** questions.*

*Each question carries **2** marks.*

1. Define natural monopoly.
2. What is the condition of break even analysis?
3. Sintex water tanks were priced very high in the beginning. But gradually they lowered the price. What is the price strategy?
4. What is meant by product differentiation?
5. What do you mean by the wastes under monopolistic competition?
6. Define monopsony.
7. Define functional distribution.
8. Define wage.
9. How did david Ricardo define rent?
10. Why does quasi rent disappear in the long run?
11. Define interest.
12. What is the shape of the demand curve at the liquidity trap?

(10×2=20)

Part B

*Answer any **six** questions.*

*Each question carries **5** marks.*





13. Why does normal profit exist in perfect competitive market in the long run?
14. Examine the full cost pricing strategy.
15. Examine the salient features of oligopoly.
16. Why is oligopoly prices rigid according to Paul M Sweezy?
17. Briefly explain the wage fund theory of wages.
18. How do trade unions causes trouble in the economy?
19. What are the theories of profits?
20. What is the contribution of Hawley to the theory of profit?
21. What are the components of the supply and demand for loanable funds?

(6×5=30)

Part C

*Answer any **two** questions.*

*Each question carries **15** marks.*

22. Examine the full cost pricing strategy.
23. Explain the marginal productivity theory of distribution.
24. Briefly explain the dynamic and innovation theory of profit.
25. Assess the contributions of JM Keynes to the theory of interest.

(2×15=30)

