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Reg. No. : .....

Name : .....

First Semester M.A. Degree Examination, October 2023

Behavioural Economics And Data Science

BEDS 511 : MICRO ECONOMIC THEORY

(2020 Admission onwards)

Time : 3 Hours Max. Marks : 75

SECTION – I

Answer **all** questions. **Each** question carries **1** mark.

1. Cross elasticity of substitutes.
2. Linear Homogeneous Production function.
3. Strong ordering and Weak ordering.
4. Price discrimination.
5. Rawl's theory of justice.
6. Excess capacity under market situation.
7. Positive economics and normative economics.
8. Free rider problem of public goods.
9. Coase theorem.
10. Price rigidity.

(10 × 1 = 10 Marks)

P.T.O.

SECTION – II

Answer any **seven** questions in less than 400 words. **Each** question carries **5** marks.

11. Describe the limitations of Marshallian theory of consumer surplus.

12. Explain social welfare function and position of constrained bliss.

13. Critically evaluate Chamberlin's theory of monopolistic competition.

14. Describe three stages of Law of variable proportions.

15. Explain decomposing price effect into income and substitution effect.

16. How does the long run equilibrium for a monopolistically competitive market differ from the long run equilibrium for a perfectly competitive market?

17. Mention the general properties of Isoquant.

18. Describe the marginal conditions of Pareto Optimum.

19. Compare Scitovsky paradox with earlier welfare compensation principles.

20. Give an account of the Theory of short run cost.

(7 × 5 = 35 Marks)

SECTION – III

Answer any **three** questions in less than 1200 words. **Each** question carries **10** marks.

21. Illustrate Revealed preference theory is superior to the Hicksian utility theory.

22. How far Cournot model of duopoly problem is different from Bertrand model.

23. Explain Asymmetric information can lead to adverse selection incomplete markets and is a type of market failure.

24. Evaluate in general equilibrium analysis interrelationship among markets of all products and factors are explicitly taken into account.

25. Compare various features of Cobb Douglas Production function with CES Production Function.

(3 × 10 = 30 Marks)
