



Reg. No. :

Name :

Second Semester M.A. Degree Examination, January 2024

Behavioural Economics and Data Science

BEDS 521 : FOUNDATION IN BEHAVIOURAL MICRO ECONOMICS

(2020 Admission Onwards)

Time : 3 Hours

Max. Marks : 75

SECTION – I

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

1. Rationality.
2. Mixed strategy.
3. Utility.
4. Risk aversion.
5. Heuristics.
6. Iterated games.
7. Pay-offs.
8. Inter-temporal choice.
9. Social preferences.
10. Bargaining.

(10 × 1 = 10 Marks)



SECTION – II

Answer any **seven** questions. Each question carries **5** marks.

11. Examine the basic concepts and principles of behavioural economics.
12. Discuss important applications of behavioural economics.
13. Examine the features and themes of prospect theory.
14. Compare risk and uncertainty.
15. Examine the important features of time-inconsistent preferences.
16. What are the major factors affecting social preferences?
17. Discuss the policy implications of 'nudges' regarding decision making.
18. Compare and clarify mis-prediction and projection biases.
19. Explain the case of information avoidance.
20. Distinguish between preferences and choices.

SECTION – III

(5 × 7 = 35 Marks)

Answer any **three** questions. Each question carries **10** marks.

21. Define behavioural economics. Examine its relation with other disciplines.
22. Examine the origin, features and methods of discounted utility model.
23. Explain behavioural game theory with its applications.
24. Examine the inequality aversion models and its policy implications.
25. What is modelling of social preferences? Discuss various models of social preferences.

(3 × 10 = 30 Marks)