



**LOYOLA COLLEGE (AUTONOMOUS), CHENNAI – 600 034**

**B.A. DEGREE EXAMINATION – ECONOMICS**

**SECOND SEMESTER – APRIL 2016**

**EC 2501 - MICRO ECONOMICS – II**

**(From 12<sup>th</sup> Batch)**

Date: 21-04-2016

Dept. No.

Max. : 100 Marks

Time: 01:00-04:00

**Part-A**

**Answer any five of the following not exceeding 75 words each: (5x4=20 Marks)**

1. What is imperfect competition ?
2. How is risk related to profit?
3. State the Pareto criterion.
4. What is compensation principle?
5. Bring out the meaning of cost plus pricing
6. Write a note on collective bargaining
7. What is no rent land?

**Part-B**

**Answer any four of the following not exceeding 250 words each: (4x10=40 Marks)**

8. Discuss the features of monopoly.
9. Explain the Keynesian liquidity preference theory.
10. Examine the importance of utility possibility frontier.
11. Discuss the Loanable funds theory.
12. Explain Scitovsky's paradox.
13. Describe the modern theory of rent.
14. Explain the factors affecting the demand for input.

**Part-C**

**Answer any two of the following not exceeding 900 words each: (2x20=40 Marks)**

15. Discuss the law of variable proportions .
16. How is price determined under kinked oligopoly model.
17. Explain the relationship between income distribution and price system.
18. Elucidate the risk and uncertainty theory of profit.

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