



LOYOLA COLLEGE (AUTONOMOUS), CHENNAI – 600 034

B.A. DEGREE EXAMINATION – ECONOMICS

SECOND SEMESTER – APRIL 2016

EC 2501 / EC 2500 - MICRO ECONOMICS – II

(Upto 11th Batch)

Date: 21-04-2016
Time: 01:00-04:00

Dept. No.

Max. : 100 Marks

PART – A

Answer any FIVE questions in about 75 words each:

(5 X 4 = 20 MARKS)

1. What do you mean by Functional distribution?
2. What is known as collective bargaining?
3. Define Quasi-Rent.
4. Write down the difference between Normal profit and super Normal profit.
5. What do you mean by market failure?
6. Write a short note on optimum tariff.
7. Write a short note on inequality in Income distribution.

PART - B

Answer any FOUR questions in about 300 words each :

(4 X 10 = 40 MARKS)

8. Critically examine the marginal productivity theory of distribution.
9. Critically examine the modern theory of wages.
10. Explain the Knight's uncertainty theory of profit.
11. Explain the liquidity preference Theory of interest.
12. Bring out the limitations of Pareto criteria.
13. Explain the various features of International Trade.
14. Explain the concept of Gains from International trade

PART - C

Answer any TWO questions in about 900 words each :

(2 X 20 = 40 MARKS)

15. Critically examine how price is fixed under monopsony market.
16. Critically examine the Ricardian Theory of Rent.
17. Explain the price mechanism in a socialistic economy.
18. Explain the various advantages and disadvantages of Free Trade.
