



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

**SECOND SEMESTER – APRIL 2019**

**EC 2501– MICRO ECONOMICS - II**

Date: 02-04-2019  
Time: 09:00-12:00

Dept. No.

Max. : 100 Marks

**PART – A**

**(5 X 4 = 20 Marks)**

Answer any FIVE of the following each answer should not exceed 75 words.

1. Write a note on Monopsony?
2. What is meant by Collective Bargaining?
3. Distinguish between Interest and Profit.
4. Define Rent.
5. What is meant by Risk?
6. Write a short note on Utility Possibility Curve.
7. What does Compensation Principle mean?

**PART - B**

**(4 X 10 = 40 Marks)**

Answer any FOUR of the following each answer should not exceed 250 words.

8. How are Factor Prices determined under Imperfect Competition?
9. Examine the factors which determine the demand.
10. Explain the Ricardian theory of Rent.
11. Analyse the welfare theory of Pareto Optimality.
12. Explain the Scitovsky's Paradox of Compensation Principle.
13. Describe the relationship between Income Distribution and Price System.
14. Analyse the Real theory of Interest.

**PART C**

**(2 X 20 = 40 Marks)**

Answer any TWO of the following each answer should not exceed 900 words.

15. Explain the Marginal Productivity theory of factor pricing.
16. Discuss the modern theory of Rent.
17. Critically examine Kaldor-Hicks Compensation Principle.
18. Discuss the role of prices in different economic systems.

\*\*\*\*\*