



LOYOLA COLLEGE (AUTONOMOUS), CHENNAI – 600 034

B.A. DEGREE EXAMINATION – ECONOMICS

SECOND SEMESTER – APRIL 2022

UEC 2501 – MICRO ECONOMICS – II (2021 BATCH)

Date: 16-06-2022

Dept. No.

Max. : 100 Marks

Time: 01:00 PM - 04:00 PM

SECTION A

Answer ALL the Questions

1. Write short note on (5 x 1 = 5 marks)

a)	Value of the marginal product	K1	CO1
b)	Quasi rent	K1	CO1
c)	Monopsony	K1	CO1
d)	Rate of Interest	K1	CO1
e)	Utility possibility curve	K1	CO1

2. Fill in the blanks (5 x 1 = 5 marks)

a)	Price for the use of land is called as -----	K1	CO1
b)	Marginal physical product of factor multiplied by marginal revenue is known as _____	K1	CO1
c)	_____ is measured in terms of goods and services.	K1	CO1
d)	Social welfare is the sum of the conditional _____ utility.	K1	CO1
e)	According to Pareto, goods are perfectly _____.	K1	CO1

3. Match the following (5 x 1 = 5 marks)

a)	Rent theory	- Scitovsky paradox	K2	CO1
b)	Marginal productivity theory	- Pareto	K2	CO1
c)	Uncertainty theory	- Ricardo	K2	CO1
d)	Marginal social welfare	- J.B. Clark	K2	CO1
e)	Double criterion model	- Knight	K2	CO1

4. TRUE or FALSE (5 x 1 = 5 marks)

a)	Exploitation of factor occurs when it is paid more than the value of its marginal product.	K2	CO1
b)	Transaction motive is otherwise called as income motive.	K2	CO1
c)	Profits are residual income left after the payment of the contractual rewards to other factors of production.	K2	CO1
d)	The concept of economic efficiency is based on profit motive.	K2	CO1
e)	Rent theory explains law of diminishing returns in agriculture.	K2	CO1

