

PSG COLLEGE OF ARTS & SCIENCE  
(AUTONOMOUS)  
BA DEGREE EXAMINATION MAY 2017  
(Second Semester)

Branch- ECONOMICS

MICRO ECONOMICS - II

Time : Three Hours

Maximum : 75 Marks

SECTION-A (20 Marks)

Answer ALL questions

ALL questions carry EQUAL marks (10 x2 = 20)

- 1 What do you mean by the term firm?
- 2 Define the term economies of scale.
- 3 What is product pricing?
- 4 Define the term monopoly.
- 5 What is duopoly?
- 6 What do you know about the term excess capacity?
- 7 What is factor pricing?
- 8 What do you know about collective bargaining?
- 9 What is the meaning of the term interest?
- 10 Define the term profit.

SECTION - B (25 Marks)

Answer ALL Questions

ALL Questions Carry EQUAL Marks (5 x 5 = 25)

- 11 a What are the different concepts in short run cost?  
OR  
b State the significance of short-run cost curves.
- 12 a What are the features of perfect competition?  
OR  
b \* Explain the salient features of monopoly.
- 13 a State the conditions of monopolistic competition.  
OR  
b What are the features of oligopoly?
- 14 a State the assumptions of marginal productivity theory of distribution.  
OR  
b Explain the significance of selling cost.
- 15 a Explain quasi-rent.  
OR  
b Explain the Loanable fund theory of interest.

SECTION - C (30 Marks)

Answer any THREE Questions

ALL Questions Carry EQUAL Marks (3 x 10 = 30)

- 16 Explain the shape of the cost and revenue curves under perfect competition.
- 17 Evaluate the price-output determination under monopoly.
- 18 Critically examine the Malthusian theory of population.
- 19 Examine the significance of Paul M-Sweezy model of oligopoly.
- 20 Elucidate the importance of Schumpeter's theory of profit.