

PSG COLLEGE OF ARTS & SCIENCE
(AUTONOMOUS)
BA DEGREE EXAMINATION DECEMBER 2019
(Sixth Semester)

Branch - ECONOMICS

ENVIRONMENTAL ECONOMICS

Time : Three Hours

Maximum : 75 Marks

SECTION-A (20 Marks)

Answer ALL questions

ALL questions carry EQUAL marks (10 x 2 = 20)

- 1 Define "Environmental Economics".
- 2 What do you mean by water pollution?
- 3 What is meant by pure public bads?
- 4 Comprehend the term externalities.
- 5 Apprehend the term property rights.
- 6 Write a note on Pigovian Tax.
- 7 Define "Economic Incentives".
- 8 What is the focal point of interest group theory?
- 9 What do you mean by environmental goods?
- 10 Comment on Hedonic Prices.

SECTION - B (25 Marks!)

Answer ALL Questions

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

- 11 a Explain the causes and consequences of air pollution.
OR
b Discuss the social welfare function.
- 12 a Describe the characteristics of public goods.
OR
b Elucidate the methods of pricing public bads.
- 13 a Analyse the importance of property rights.
OR
b Evaluate the tragedy of commons.
- 14 a Write a note on public interest theory.
OR
b What are the benefits of environmental regulation?
- 15 a Explain the Willingness to pay approach to environmental goods.
OR
b Discuss the basic approaches to environmental goods.

SECTION - C (30 Marks)

Answer any THREE Questions

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

- 16 Discuss the relationship between environmental economics and other subjects.
- 17 Explain the free-riders problem in public goods.
- 18 Describe "Coase Theorem".
- 19 Command and control is better than economic incentives in controlling pollution - Comment.