

QP CODE

B2008

Enrollment Number:

Name:

MA DEGREE EXAMINATIONS, APRIL 2025

First Semester

M.A. Economics

M23EC01DC – Microeconomics I

(2024 July admissions)

Time: 3 Hours

Max Marks: 70

Section A

Answer any ten of the following questions in a word or sentence each. Each question carries 1 mark.

1. Define the Elasticity of demand.
2. Explain the production function.
3. Co efficient of elasticity of demand are constant in production function.
4. What is St. Peter's burg Paradox?
5. Define Income Elasticity of demand.
6. What is Production?
7. Define Capital Deepening Technical Progress.
8. What is the shape of cost curves in traditional theory?
9. Define Monopoly.
10. Explain the term Peak Load Pricing.
11. What is the nature of products in a monopolistic competitive market?
12. Price Rigidity is an important feature of market.
13. How does the price is determined in Full Cost Pricing method?
14. Limit Pricing Theory was put forward by
15. According to Marris's model, goal of the firm is

(1X10=10)

Section B

Answer any five of the following questions in two or three sentences each. Each question carries 2 marks.

16. State the Law of Demand.
17. Define the Income Elasticity of Demand.
18. Distinguish between durable and non-durable goods.
19. Consumer's choice is a difficult task. Why?

20. Define Indifference Curve Map.
21. Show the basic idea of Newman and Morgenstern Index.
22. State the Homogenous Production function.
23. Differentiate the Excess capacity and Reserve capacity in production.
24. Distinguish between the demand curves under monopolistic and oligopoly markets.
25. Explain the term International Price Discrimination.

(2X5=10)

Section C

Answer any five of the following questions in a paragraph each. Each question carries 4 marks.

26. Differentiate between traditional and pragmatic approach to demand theory.
27. A product has the price of Rs.5 and quantity sold was 60 kg. The price changed to Rs.4 and quantity sold was 70 kg. Find the Price elasticity of demand.
28. Technical Progress is an important determinant of production function. Justify this statement.
29. Explain the reason for L shape of long run cost curve.
30. Discuss the features of Oligopoly market.
31. Distinguish between Homogenous and Heterogeneous products.
32. Give the reasons for keeping the Reserve Capacity in production.
33. What are the four static models of Baumol regarding objectives of firm?

(4X5=20)

Section D

Answer any three of the following questions in two pages each. Each question carries 10 marks.

34. Explain the Fried man – Savage Hypothesis with a diagram.
35. Show the superiority of CES production function on Cobb-Douglas production function.
36. What is Dumping? Explain the different types of Dumping.
37. Compare the features of Monopoly, Monopolistic and Oligopoly markets.
38. Diagrammatically explain the Chamberlin's Small group model for fixing price under Oligopoly market.
39. Discuss about the assumptions of Neo Classical Theory of the Firm.

(10X3=30)