

Reg. No. :

Name :

Second Semester B.A. Degree Examination, September 2022

First Degree Programme under CBCSS

Economics

Core Course – II

EC 1241 : INTERMEDIATE MICROECONOMICS

(2019 Admission)

Time : 3 Hours

Max. Marks : 80

SECTION – I

Answer **all** questions. Each question carries **1** mark.

1. Factor Market
2. Stock variable
3. Net Present Value
4. Club Goods
5. Free Riders
6. Altruism
7. Maximin Strategy
8. Saddle Point
9. General Equilibrium
10. Negative Externalities.

(10 × 1 = 10 Marks)

P.T.O.

SECTION – II

Answer **any eight** questions not exceeding **1** paragraph. Each question carries **2** marks.

11. What are public goods?
12. Define economic rent.
13. Explain the economic concept of 'risk'.
14. Mention IRR.
15. What are the implications of bilateral monopoly?
16. Define Value of Marginal Product (VMP).
17. What is prisoner's dilemma?
18. Mention Gini Concentration Ratio.
19. What do you mean by factor pricing?
20. Define economic efficiency.
21. What are externalities?
22. Mention Subsidies.

(8 × 2 = 16 Marks)

SECTION – III

Answer **any six** questions not exceeding **1** page. Each question carries **4** marks.

23. Discuss the dual effect of net investments in an economy.
24. Explain the risk-return trade-off.
25. What are the basic peculiarities of risk diversifiers?

26. List out the basic conditions of Pareto optimality.
27. Write a note on behavioural experiments in conflicts analysis.
28. Explain marginal efficiency of investments.
29. Examine the common forms of social interactions.
30. Explain the product exhaustion problem.
31. Examine the process of Nash equilibrium in game theory.

(6 × 4 = 24 Marks)

SECTION – IV

Answer **any two** questions not exceeding **4** pages. Each question carries **15** marks.

32. 'Prices of factor services should be determined on the basis of their respective marginal productivities' — Discuss.
33. Discuss the major measures of investment evaluation of public projects.
34. Examine Walrasian general equilibrium analysis.
35. Discuss game theory and its applications in economics.

(2 × 15 = 30 Marks)