Reg. No. : ....

Name : ....

Second Semester B.A. Degree Examination, September 2022

First Degree Programme Under CBCSS

Economics

Core Course II

EC 1241 — INTERMEDIATE MICROECONOMICS

(2020 Admission Onwards)

Time : 3 Hours

Max. Marks : 80

SECTION – I

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

1. Market Failure

2. Flow variable

3. Internal Rate of Return

4. Positive Externalities

5. Mixed Goods

6. Fairness

7. Minimax Strategy

8. Nash Equilibrium

9.   Cooperative Game

10. Ultimatum

(10 × 1 = 10 Marks)

SECTION – II

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

11. What are social dilemmas?

12. Define quasi-rent.

13. Explain the economic concept of 'uncertainty'.

14. Mention NPV.

15. What is oligopoly?

16. What do you mean by Marginal Revenue Product (MRP)?

17. Explain economic inequality.

18. What are social interactions?

19. Write a note on Risk Aversion.

20. Define derived demand.

21. What is Lorenz curve?

22. Explain zero-sum game.

23. Mention economic optimum.

24. What do you mean by social welfare function?

25. Explain gains from trade.

26. Write a note on Rawlsian concept of justice.

(8 × 2 = 16 Marks)

SECTION – III

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

27. Distinguish between private and public goods.

28. How equilibrium is established in factor markets?

29. Examine the economic significance of net investments in an economy.

30. Explain the necessity of capital markets.

31. What is discounting? What are its advantages?

32. Explain the problem of free riding.

33. Discuss prisoner's dilemma with respect to game analysis.

34. List out the major advantages of collective bargaining?

35. What do you mean by Pareto efficiency?

36. Discuss the basic elements of social interactions.

37. Explain efficiency in product-mix.

38. Write a note on behavioural experiments.

(6 × 4 = 24 Marks)

SECTION – IV

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

39. Critically examine the marginal productivity theory of distribution.

40. Compare and contrast NPV and IRR methods of investment evaluation.

41. Discuss the basic strategies and equilibrium in game theory.

42. Explain Pareto optimality and the basic conditions of social optimum.

43. Give a brief account of economic inequalities and its measurement.

44. Examine the subject matter of behavioural economics.

(2 × 15 = 30 Marks)

———————