

Reg. No. :

Name :

First Semester M.A. Degree Examination, February 2019
Branch : ECONOMICS
EC 211 – Micro Economics – I
(2018 Admission)

Time : 3 Hours

Max. Marks : 75

PART – I

Answer **all** questions from this Part. **Each** question carries **one** mark. Explain in a sentence or **two**.

1. What do you mean by habit creation principle ?
2. What is meant by "Snob effect" in the demand theory ?
3. What is capital deepening technical progress ?
4. State Cobb Douglas Production function.
5. Write a note on Social cost of monopoly.
6. Explain mark up over marginal cost.
7. Define prisoner's dilemma.
8. What is a pay off ?
9. Define full cost price.
10. What do you mean by sequential games ?

(10×1=10 Marks)

PART – II

Answer **any seven** questions. **Each** answer should **not** exceed **500** words. **Each** question carries **5** marks.

11. What is a distributed Lag Model ? Explain with an example.
12. Discuss briefly Linear expenditure system.



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13. Define CES production function. State its properties.
14. Distinguish between short run and long run modern theories of cost.
15. Explain the different steps in the Engineering method of cost studies.
16. Explain Chamberlin's Model of Oligopoly.
17. Describe briefly barometric price leadership.
18. What are the important issues in game theory ? Explain.
19. What are the main features of Sylos-Labini Model ?
20. Explain briefly Marri's model of Managerial enterprise. **(7×5=35 Marks)**

PART – III

Answer **any three** questions. **Each** carries **10** marks. **Each** answer should **not** exceed **1200** words.

21. Derive the various properties of Cobb-Douglas production function.
22. Explain briefly Cournot's duopoly model.
23. Briefly describe rationalization of the sales maximization hypothesis linking Baumol's theory of sales revenue maximization.
24. Write notes on :
- i) Pay off matrix
 - ii) Pure and mixed strategy
 - iii) Dominant strategy
 - iv) Two person zero sum
 - v) Co-operative and non-co-operative games.
25. Explain Williamsons model of managerial discretion. **(3×10=30 Marks)**