

(030410102)

M.A. DEGREE EXAMINATION, NOVEMBER 2017

FIRST SEMESTER

Branch - Economics

Paper I — MICRO ECONOMIC ANALYSIS - I

(Old Syllabus)

Max. Marks : 70

Time : 3 Hours

PART - A

Answer any FIVE questions. Each question carries 4 marks.

(Marks : 5 × 4 marks = 20 marks)

1. Elasticity of Demand.
2. Friedman Savage Hypothesis.
3. Gambling and Insurance.
4. Portfolio selection.
5. Production function.
6. Elasticity of Substitution.
7. Equilibrium of the firm.
8. Concept of Revenue.
9. Price discrimination.
10. Monopsony.

PART - B

Answer ALL questions. Each question carries 10 marks.

(Marks : 5 × 10 marks = 50 marks)

UNIT - I

11. (a) Write a few words on the superiority of Indifference curve technique over utility analysis.

Or

- (b) Discuss about the Samuelson's Revealed preference Theory.

[P.T.O]

UNIT - II

12. (a) What is the difference between Risk and Risk Aversion?

Or

- (b) Explain about Risk Pooling and Risk Spreading.

UNIT - III

13. (a) Examine about the law of variable proportions.

Or

- (b) Explain about the linear programming with the help of graphical method.

UNIT - IV

14. (a) How price is determined under perfect competition?

Or

- (b) Write a note on the Cobweb Model. What are its implications?

UNIT - V

15. (a) How the price of a product is fixed under Monopoly?

Or

- (b) Distinguish between production costs and selling costs.
