

**2023/TDC(CBCS)/EVEN/SEM
ECODSC/GE-201T/155**

TDC (CBCS) Even Semester Exam., 2023

ECONOMICS

(2nd Semester)

Course No. : ECODSC/GE-201T

(Principles of Microeconomics—II)

Full Marks : 70

Pass Marks : 28

Time : 3 hours

*The figures in the margin indicate full marks
for the questions*

SECTION—A

Answer any *twenty* questions :

1 × 20 = 20

1. Define monopoly.
2. What is dumping?
3. Does marginal cost represent supply curve for a monopolist?
4. When does a monopoly firm earn super-normal profit during short-run?
5. Give an example of natural monopoly.
6. Who is the profounder of monopolistic competitive model?
7. What is imperfect competition?

8. Define group equilibrium.
9. What are selling costs?
10. Define excess capacity.
11. Define public good.
12. What is negative externality? Give one example.
13. What is asymmetric information?
14. Write an example of adverse selection.
15. What is the composition of marginal social benefit?
16. Quasi-rent is associated with _____.
(Ricardo/Mill/Marshall)
17. What is the factor price of Land?
18. Does rent enter into price?
19. What is marginal land?
20. Give reason why under imperfect competition $VMP > MRP$?
21. Who is known to be the father of welfare economics?
22. Define social welfare function.
23. Who introduced the concept of social optimum in welfare economics?
24. Define individual welfare.
25. What is social indifference curve?

SECTION—B

Answer any *five* questions :

2×5=10

26. Mention any two factors responsible for the growth of monopoly.
27. Mention two conditions of profit maximization of monopolist during short-run.
28. Define collusive oligopoly. Mention the types of collusive oligopoly.
29. Write two significances of non-price competition under monopolistic competition.
30. Write two differences between positive externality and negative externality.
31. What is social marginal benefit?
32. Distinguish between nominal wage and real wage.
33. What is economic rent?
34. Mention two differences between economic welfare and social welfare.
35. Define point of bliss or maximum social welfare.

SECTION—C

Answer any *five* questions :

8×5=40

36. Discuss the nature of average revenue and marginal revenue curve under monopoly market. Mention the factors responsible for the growth of monopoly.

4+4=8

37. Explain price and output determination under discriminating monopoly.
38. Explain how excess capacity arises under monopolistic competition compared to perfect competition ideal output in the long-run.
39. Define oligopoly market. Distinguish between collusive oligopoly and non-collusive oligopoly. What are the sources of oligopoly market structure? 2+2+4=8
40. Discuss the methods of internalizing externalities to correct Pareto inefficiency.
41. Define asymmetric information. What are the problems associated with asymmetric information? 2+6=8
42. Explain Firm's equilibrium in the factor market under perfect competition.
43. Derive input demand curve or labour demand curve under imperfect market condition.
44. State and explain Pigou's welfare economics with assumptions.
45. State and explain graphically the marginal condition of a Pareto-optimal distribution of goods and resources in a two-commodity-two-consumer and two-input model.

★ ★ ★