

PG-  
19/04/23  
R.N.

(Pages : 2)



R – 6719

Reg. No. : .....

Name : .....

**Second Semester M.A. Degree Examination, April 2023**

**Behavioural Economics and Data Science**

**BEDS 521 : FOUNDATIONS IN BEHAVIOURAL MICRO ECONOMICS**

**(2020 Admission Onwards)**

Time : 3 Hours

Max. Marks : 75

**SECTION – A**

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

1. Rational choice
2. State-dependent utility.
3. Time inconsistency.
4. Happiness economics.
5. Behavioural game theory.
6. Mental accounting.
7. Implicit biases.
8. Pay-off.
9. Saddle point.
10. Altruism.

**(10 × 1 = 10 Marks)**

P.T.O.



## SECTION – B

Answer **any seven** questions in less than 400 words. **Each** question carries **5** marks.

11. Point out the Individual effects of Hyperbolic discounting.
12. Write a note on social preferences.
13. Low-income persons have high time preference for money-Discuss.
14. Explain the concept of projection bias.
15. Discuss the usefulness of intertemporal choices in comparing returns of two periods?
16. Explain the importance of happiness economics.
17. What are the practical difficulties of deriving social choice?
18. Define 'prisoner's dilemma'.
19. Explain heuristic method.
20. Explain the concept The belief-bias effect using appropriate examples

**(7 × 5 = 35 Marks)**

## SECTION – C

Answer **any three** questions in less than 1200 words. **Each** question carries **10** marks.

21. Write an essay on Behavioural Economics.
22. Critically examine the prospect theory.
23. Discuss the basic concepts of game theory and its applications in economic decisions with appropriate examples.
24. Discuss the significance of happiness in assessing economic progress. What are the important elements deciding the economic happiness of individuals and society?
25. Discuss the recent developments in the theory of nudging. Discuss the role of nudging in implementing economic policies for better results in Indian context.

**(3 × 10 = 30 Marks)**

