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T – 3052

Reg. No. :

Name :

Second Semester B.A. Degree Examination, August 2024

First Degree Programme under CBCSS

Economics

Core Course II

EC 1241 : INTERMEDIATE MICROECONOMICS

(2019 Admission Onwards)

Time : 3 Hours

Max. Marks : 80

SECTION – I

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

1. Uncertainty
2. Stocks
3. Gini coefficient
4. Micro economics
5. Positive externalities
6. Factor markets
7. Cooperative game
8. Investment

P.T.O.

9. Net present value criterion

10. Gains from trade.

(10 × 1 = 10 Marks)

SECTION – II

Answer any **eight** questions not exceeding **one** page. Each question carries **2** marks.

11. How does time impact factor markets?

12. What factors affect the supply of factors of production?

13. What do you mean by Nash equilibrium?

14. What are technically feasible solutions in microeconomics?

15. How do institutions affect market efficiency and competition?

16. Describe factors determine the technical feasibility of a solution in microeconomics?

17. Explain how changes in market conditions impact the demand for risky assets.

18. Explain prisoner's dilemma in game theory.

19. Examine the impact of externalities on economic efficiency and the environment.

20. What factors influence the determination of interest rates?

21. Explain the methods to evaluate effectiveness of institutions in micro economics?

22. Distinguish between secondary market and primary market in capital markets.

(8 × 2 = 16 Marks)

SECTION – III

Answer any **six** questions not exceeding **120** words. Each question carries **4** marks.

23. How does game theory analyze strategic decision-making?
24. Explain how distribution of surplus affects market outcomes and efficiency?
25. How do social norms influence individual behavior in economic decision-making?
26. Discuss the negotiations impact market outcomes and efficiency.
27. What are some factors that can lead to an unfair or inefficient division of a pie?
28. How does the Prisoner's Dilemma illustrate the conflict between individual and collective interests?
29. Describe various measures of economic inequality.
30. Explain how institutions influence economic behavior and outcomes?
31. How does the presence of conflicts of interest affect negotiation processes?

(6 × 4 = 24 Marks)

SECTION – IV

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

32. Explore the relationship between Pareto efficiency and market outcomes.
33. Explain the intersection of demand and supply curves determine the equilibrium price and quantity in competitive factor markets.
34. Describe the factors contributing to the rise of economic inequality in recent decades. Mention the role of government intervention in implementing effective redistribution policies.
35. Define general equilibrium in economics and explain how it relates to economic efficiency.

(2 × 15 = 30 Marks)