

QUESTIONS

1. (i) Describe short-run and long-run equilibrium under monopoly.
(ii) Describe short-run and long-run equilibrium under monopolistic competition.
2. A monopoly market has no supply curve. Explain by using diagrams.
3. What is the price discrimination? Under what necessary conditions, can price discrimination be practised? Is price discrimination economically desirable?
4. Explain the degree of price discrimination.
5. Difference between perfect competition market and monopoly.
6. Write short on:
 - (a) Allocative in efficiency in monopoly or 'dead weight loss'.
 - (b) Multiplant monopoly
 - (c) Dumping
 - (d) Natural monopoly
7. Explain the equilibrium of discriminating monopolist.
8. Difference between perfect competitive market and monopolistic competitive market.
9. Explain the concept of 'excess capacity' in monopolistic competitive market.
10. Write a debate on 'over advertising'.
11. Does monopolistic competitive market creates welfare for the society.
12. Explain 2 benefits that might arise from the existence of brand name.
13. Define oligopoly. What are its characteristics?
14. Explain prisoner's dilemma with an eg. How do oligopolistic firms find themselves in a prisoner's dilemma.
15. Explain the 2 strategies of game theory.
16. What is nash equilibrium? How the size of an oligopoly affects market outcomes?
17. What do you mean by cartels. Explain with an eg.
18. Write a short note on:
 - (a) Anti trust laws

(b) Prisoner's dilemma and welfare of the society

(c) OPEC

19. What is adverse selection? Give an example of a market in which adverse selection might be a problem.

20. What is a moral hazard? Also list the 3 things that an employer might do to reduce the severity of the problem.

21. Define signalling and screening and give an eg. Of each.

22. What do you mean by asymmetric information? Explain principal agent and moral hazard problem.

23. Explain:

(a) Arrow's impossibility theorem

(b) Condorcet voting paradox.

(c) How median voter is a king model.

24. What do you mean by externalities and its different types?

25. What is the problem of market inefficiency?

26. Write about public policies towards 'externalities'.

27. What are corrective taxes? Why do economists prefer them to regulate the environment pollution?

28. Imagine that you are a non-smoker and sharing a room with a smoker. According to the Coase theorem. What determines whether your roommate smokes in the room? Is this outcome efficient? How do you and your roommate reach the solution?

29. Short note:

(1) Negative externalities with the help of diagram.

(2) Coase theorem

30. List some of the ways that some of the problems caused by externalities can be solved without government intervention.

31. Short note:

(1) Excludability

(2) Private goods

(3) Rivalry in consumption

(4) Public goods, club goods

(5) Free rides problems

32. What do you mean by common resource with example. Explain the tragedy of a common.

33. Is a sure of pizza excluded ? Is it rival in consumptions? Give reasons in support of your answer.

34. What is a free ride? Does the presence of the free rider problems help or harm the production of public goods. Explain?

35. What are gains from trade? How do these gains not on depends upon the extent of comparative advantages, Explain the above with the help of a example.

36. Short note on:

(1)Protectionism

(2)Absolute cost advantage

(3)Free trade

37. Write short note on backward bending supply curve.

38. Explain the theory of economic rent.

39. Discuss the marginal productivity theory of distribution.

40. You are given the following schedule for the production of pens by a firm:

LABOUR	T.P	
0	0	if Pens sells Rs.3/- p.v and
1	20	Worker hired in a competitive
2	50	Labour market for Rs.30/- p.d
3	70	
4	80	how Many worker hired?
5	82	
6	85	

Explain your answer?

41. What is tariff? Explain the effect of tariff in an economy.

42. Short note :

(a) Infant industry argument

(b) Trade agreement and W.T.O

43. Define demand for a labour. What causes the labour demand curve to shift? Explain.

44. Trade of between work and leisure (with diagram).

45. Explain supply curve of labour. What causes the labour the labour supply were to shift.

46. Explain equilibrium in the labour market with the following adjustment :

(1) shift in labour supply

(2) shift in labour demand

(3) shift in labour other factor of production

47. Method of borda count.

48. Write short note on public bads.

49. Distinguish between marginal product and marginal revenue products.

50. Explain the relationship between M.R and demand of labour by a firm.