

CARMEL COLLEGE OF ARTS, SCIENCE & COMMERCE FOR WOMEN, NUVEM-GOA
SEMESTER END EXAMINATION, JUNE 2022

Semester: II OF BA

Course Title: DSC Microeconomics II Course Code: ECC 102

Total marks: 80 Date: Duration: 2 hrs Total No of pages: 01

- Instructions:** 1. All questions are compulsory
2. Figures to the right indicate marks
3. Answer sub questions 1 and 2 not more than 100 words
4. answer sub questions 3 to 6 not more than 400 words

Q1) Answer any four from the following questions: (4 X 4 = 16)

- 1) How does the assumption of perfect knowledge ensures single price in market?
- 2) Constant cost industry has horizontal supply curve. Justify.
- 3) Which assumptions ensures profit maximization in short run under perfect competition?
- 4) Which points justifies monopoly as a single seller in the market?
- 5) Distinguish between monopoly and perfect competition in relation to output and price control.
- 6) Highlight the types of price discrimination.

Q2) Answer any four from the following questions: (4 X 4 = 16)

- 1) Explain the mutual interdependence and price rigidity of firms in oligopoly market.
- 2) What is your view on excess capacity in monopolistic competition.
- 3) Why are monopolistic competitive firms inefficient?
- 4) Land as a fixed input may not be sometimes inelastic. Justify with an example.
- 5) How availability of complementary inputs affects the demand of inputs?
- 6) Explain any two factors influencing price discrimination.

Q3) A. Using diagrams distinguish between the following:

- a) firm attaining normal profit in short run under perfect competition.
- b) firm making loss in short run under perfect competition.

OR (12)

Q3) B. Illustrate a long run equilibrium of a firm under perfect competition with a help of diagram.

Q4) A. Monopoly does not have a supply curve. Explain with a help of diagram

OR (12)

Q4) B. Graphically illustrate the monopoly's long run equilibrium.

Q5) A. Graphically illustrate the relationship between Price rigidity and oligopoly.

OR (12)

Q5) B. Differentiate between short run and long run equilibrium of monopolistic competitive firm.

Q6) A. Analyse the factors influencing wage rate in labour market.

OR (12)

Q6) B. Show the short run equilibrium of a monopoly firm with the help of diagram.