

Year- 2021-22

Shastri 1st Year, 1st Semester

Subject - Economics, Paper – 7th

Time- 3½ hours

Marks- 70

Instruction: Each line should contain ten (10) words and each page should contain eight (8) lines. Answer the questions according to the instructions given to each unit separately. Marks allotted to each unit are indicated on the right hand margin.

Unit-A

(V.V. Short Answers)

15x1=15

Note: All questions of “Unit-A” are compulsory. Answer each question in 2 lines. All questions carry equal mark.

1.

- i.** Differentiate factor market and product market.
- ii.** Give the meaning of monopsony.
- iii.** Define non-collusive oligopoly.
- iv.** Explain term marginal revenue.
- v.** Describe the term selling cost.

- vi. What do you mean by product differentiation?
- vii. Describe the meaning of wage differentials.
- viii. Explain the term imperfect competition.
- ix. Define term factor pricing.
- x. What do you mean by marginal physical product.
- xi. Explain the term real wage and monetary wage.
- xii. Define pure or net interest.
- xiii. What do you understand by transaction motive demand for money.
- xiv. Describe monopoly gains.
- xv. Define real rate of interest.

Unit- B

(V. Short Answer)

5x3=15

Note: Attempt any 5 questions. Answer each question in 8 lines. All questions carry equal marks.

2. Write a note on the oligopoly market and its features.

3. Explain the concept of Barometric price leadership.
4. Write a brief note on meaning and types of price discrimination under monopoly.
5. Explain the total cost and total revenue approach of equilibrium of firm under perfect competition.
6. What is quasi rent? How it arise? Explain.
7. What is collective bargaining? How can a union raise the wage of its members?
8. Profit is the reward for uncertainty bearing. Discuss.

Unit- C
(Short Answer)

5x6=30

Note: Attempt any 5 question. Answer each question in 2½ pages. All questions carry equal marks.

9. State and show the long run equilibrium of firm under perfect competition.
10. Some economist have argues that the demand curve facing an oligopolist must have a kink in it. Show in a diagram the kinky demand curve and the equilibrium of a firm facing such a curve.
11. Explain the modern theory of wages under perfect competition.

12. Critically analyse the classical theory of interest.
13. Explain price and output determination under price leadership by a low cost firm.
14. Discuss and illustrate with a diagram the equilibrium of firm in long run under monopolistic competition.
15. Critically discuss the Ricardo's theory of rent.

Unit-D
(Essay type Answer)

Note: **Answer any one question in 7 pages. Marks allotted to each question are indicated a on the right hand margin.**

16. Explain critically the marginal productivity theory of distribution. **10**
17. Give a critical analysis of Keynesian liquidity preference theory of interest. **08**
18. Critically explain the Cournot model of duopoly. What are its limitations? **06**
