

**S.NO: 22N1- PE**

**Course Code: PGEA**

**A.D.M.COLLEGE FOR WOMEN, NAGAPATTINAM**

**(AUTONOMOUS)**

**M.A (Economics) Degree Examination**

**I Semester –November– 2022**

**CC I – ADVANCED MICRO ECONOMIC THEORY I**

**Time: 3 hours**

**Maximum Marks: 75**

**Section –A**

**(10X2=20)**

Answer **ALL** the Questions

1. What is indifference curve?
2. Explain N – M utility index.
3. Show the formula for Cobb-Douglas Production Function.
4. What is Law of increasing returns to scale?
5. List any two features of perfect competition.
6. What is Price Discrimination?
7. List any two characteristics of Oligopoly.
8. Write any two criticisms of Bertrand Model.
9. Define Full Cost Pricing.
10. Identify any two assumptions of Sylos – Labini model of limit pricing.

**Section -B**

**(5X5=25)**

Answer **ALL** the Questions

11. a) List out the properties of indifference curve with diagrams.

**(Or)**

b) Examine the Friedman-Savage Hypothesis.

12. a) Explain Euler's product exhaustion theorem.

**(Or)**

b) Elaborate the properties of the CES function.

13. a) Explain the short-run monopoly equilibrium of determination with diagram.

**(Or)**

b) Distinguish between monopsony and perfectly competitive pricing.

14. a) Outline the Edgeworth Model of duopoly.

**(Or)**

b) Describe the Barometric Price Leadership Model.

15. a) Explain the sources of entry barriers as described by Basin.

**(Or)**

b) List out the criticisms of Sylos-Labini Model of limit pricing.

**Section -C**

**(3 X 10 = 30)**

Answer any **THREE** Questions

16. Examine the superiority of Revealed Preference Theory.
17. Compare CES Function with CD Function and explain the limitations of CES production function.
18. Explain the features of perfect competition and Monopoly.
19. Analyze critically the Sweezy Model of Oligopoly with diagram.  
(Kinked Demand Curve – Rigid Prices)
20. Explain critically the Average Cost Pricing Theory.