

2024

( FYUGP )

( 4th Semester )

ECONOMICS

( Major )

Paper Code : EC4.CC7

( Intermediate Microeconomics—II )

Full Marks : 75

Pass Marks : 40%

Time : 3 hours

*The figures in the margin indicate full marks  
for the questions*

Answer any **one** question from each Unit

UNIT—I

1. Explain the marginal productivity theory of wages. 15
2. Discuss the concept of quasi-rent and how it differs from differential rent. 15

\*\*\*

UNIT—II

- 3. Discuss how profit opportunities arise from uncertainty according to Prof. Knight. 15
- 4. Discuss the role of innovation in generating profit. 15

UNIT—III

- 5. Define welfare economics. Discuss the nature and scope of welfare economics. 3+6+6=15
- 6. Discuss Pareto's criterion of measuring social welfare. 15

UNIT—IV

- 7. Define price discrimination. Discuss the different types of price discrimination. 2+13=15
- 8. Describe the kinked demand curve hypothesis in Sweezy's model. 15

UNIT—V

- 9. What is the meaning of externalities? Discuss the impact of externalities on consumption and production. 3+12=15
- 10. Analyze the role of asymmetric information in causing market failure. 15

★★★