

U.G. 3rd Semester Examination - 2021

ECONOMICS

[PROGRAMME]

Course Code : ECOP-CC-T-3

Full Marks : 60

Time : 2½ Hours

The figures in the right-hand margin indicate marks.

Candidates are required to give their answers in their own words as far as practicable.

1. Answer any **ten** questions: 2×10=20
- a) In the longrun what are the possibilities of profit earning of a monopolist ?
 - b) In a monopoly market is there any difference between firm and industry ?
 - c) Does the monopolist consider his MC curve as his supply curve ?
 - d) Does a monopolist control both price and quantity in a market ?
 - e) In a monopolistic competition sellers sell homogeneous product-is this statement false or true ?

- f) In a monopolistic market does the seller earn supernormal profit in the longrun ?
- g) Mention one condition of a market to make price discrimination successful.
- h) What is Natural Monopoly ?
- i) Give example of positive and negative externality.
- j) What is the speciality of a public good ?
- k) Mention a special feature for a perfect market and an imperfect market.
- l) Why input demand is derived demand ?
- m) What is real wage ?
- n) How do we get net profit ?
- o) What is protectionism ?

2. Answer any **four** questions: 5×4=20
- a) Describe the profit earning possibilities of a monopolist in the longrun period.
 - b) Explain the case of price discrimination and product differentiation.
 - c) Describe the peculiarity of Oligopoly market with a diagram.

- d) Discuss the process of internalising of externalities.
- e) Describe the concept of Ricardian rent.
- f) What is the basic difference between Absolute Advantage Theory and Comparative Advantage Theory.

3. Answer any **two** questions: 10×2=20

- a) Give a comparison between Perfect competition and Monopoly.
 - b) Describe the sources of market failure and imperfect information.
 - c) How profit maximization is achieved in an input market ?
 - d) Give a comparison between free trade and protectionism.
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