M.A SEM I
MICRO.

Con. 7990-13.

MH-4710

(2 Hours)

[Total Marks : 60

N.B. : (1) All questions are compulsory.
(2) Each questions carries 15 marks.
(3) Draw neat diagrams wherever necessary.

1. Attempt any two:– 15
   (a) Derive Ray's Identity (Using Duality).
   (b) Discuss choice under uncertainty.
   (c) Analyse the effects of price changes on consumer's demands.

2. Attempt any two:– 15
   (a) Examine the response of outputs to changes in scale of inputs.
   (b) Discuss expansion in output with and without technical progress.
   (c) What are the characteristics of the Cobb Douglas production function?

3. Attempt any two:– 15
   (a) Discuss Walras' Tâtonnement process.
   (b) Explain Monopsonistic exploitation.
   (c) Examine the stability of long run equilibrium in a competitive market where input prices increase with aggregate market output.

4. Attempt any two:– 15
   (a) What are the causes of market failures?
   (b) Bring out the instances of market failures.
   (c) Discuss the theory of Second Best.

[TURN OVER