B.A.(Honours) Examination, 2017
Semester-II
Economics
Course: S-1.2.4.P.2 (Subsidiary)

Time: 3 Hours **Full Marks: 40**

Questions are of value as indicated in the margin.

Answer ***any four*** from the following questions

1. What are the various features of a perfectly competitive market? Explain the condition of a long-run equilibrium of a firm under perfect competition. 4+6=10
2. Explain the equilibrium of a monopoly firm. Show that price fixed by the monopolist is higher than marginal cost of production? 10
3. What are the different types of price leadership that may be established in oligopolistic market situation? 10
4. What is monopolistic exploitation of labour? Can the trade unions remove this by raising wages? Explain with diagrams. 7+3=10
5. Briefly discuss the Ricardian theory of rent. 10
6. Explain the Keynesian theory of interest. Why is it considered to be indeterminate? 8+2=10
7. Distinguish between risk and uncertainty. Critically examine the view that enterpreuners are rewarded in the form of profits for bearing uncertainty. 3+7=10
8. Explain the following: (***any two***) 5+5=10
   (a) Economic rent and quasi-rent
   (b) Break-even position of a firm
   (c) Features of monopolistic competition