



15-12-2015

Doon University, Dehradun  
Final-Term Examination, 2015  
School of Social Science  
M.A Semester-Ist (Economics), M.Sc Semester-7th  
Course - SSE-510, SSEI510  
Microeconomics-I/ Advanced Microeconomics-I

Time Allowed : 3hrs

Maximum Marks :50

**Section - A**

Attempt all questions

Marks:5x3 = 15

Q.1 Write short note on :-

- (a) Substitution Effect
- (b) Barometric Price Leadership
- (c) law of Equi-Marginal
- (d) Conditions for market equilibrium
- (e) Value Paradox

**Section - B**

Attempt any three questions.

Marks:3x5 =15

Q.1 "Tangency between indifference curve and price line is an expression of the proportionality between marginal utilities and price." Explain.

Q.2 What is cartel? Explain how a cartel determines price and output under it?

Q.3 How does a monopolist maximize profits?

Q.4 Briefly explain Modern theory of cost.

**Section - C**

Attempt any two questions

Marks:2x10 =20

Q.1 Distinguish price leadership of a dominant firm from price leadership of a low cost firm in an oligopoly industry.

Q.2 How equilibrium can be determined with free entry of new firms and with price competition under monopolistic market.

Q.3 What is Cobb- Douglas production function? Give its properties with proof?