

3/6/24



DOON UNIVERSITY, DEHRADUN
End Semester Examination, B.Sc Fourth Semester, 2024
School of Social Sciences
Course: ECC 253 PUBLIC ECONOMICS

Time Allowed: 2Hours

Maximum Marks: 50

Note: Attempt All Questions from Sections A and B and Two from section C

Section A

Attempt all Questions from this section

(5x2=10)

1. What do you understand by Consumer Surplus
2. What do you understand by marginal damage when negative externality is created
3. What do you understand by social marginal cost and private marginal benefit?
4. What do you understand by Permit trading
5. What do you understand by Pigouvian tax

Section B

Attempt all Questions from this section

(4x5=20)

6. Explain with diagram the concept of Producer Surplus, how do we calculate Producer Surplus
7. Explain with diagram the loss of total welfare when taxes are imposed on the firm
8. Explain what you understand by Government intervention. Explain the ways government can intervene to reduce negative externalities
9. Explain with diagram the effect of subsidy on the total welfare of society

Section C

Attempt Any Two Questions.

(2x10=20)

10. Discuss with diagram how negotiation takes place between a firm and effected party when a firm producing smoke has the property rights
11. What do you understand by Common property resources what are Causes of Depletion of Natural Resources?
12. Discuss with diagram the outcome of negotiation when the party affected by negative externality has the property rights