

IV. CORE COURSE -C 8:

(Credits: Theory-05, Tutorial-01)

Marks : 25 (MSE: 1Hr) + 75 (ESE: 3Hrs)=100**Pass Marks (MSE + ESE) =40*****Instruction to Question Setter for******Mid Semester Examination (MSE):***

There will be **two** group of questions. **Group A is compulsory** and will contain five questions of **very short answer type** consisting of 1 mark each. **Group B will contain descriptive type** six questions of five marks each, out of which any four are to answer.

End Semester Examination (ESE):

There will be **two** group of questions. **Group A is compulsory** and will contain two questions. **Question No.1 will be very short answer type** consisting of ten questions of 1 mark each. **Question No.2 will be short answer type** of 5 marks. **Group B will contain descriptive type** six questions of fifteen marks each, out of which any four are to answer.

Note: There may be subdivisions in each question asked in Theory Examinations.

INTERMEDIATE MICROECONOMICS-II**Theory: 75 Lectures; Tutorial:15 Lectures****Course Description**

This course is a sequel to intermediate Microeconomics I. The emphasis will be on giving conceptual clarity to the student coupled with the use of mathematical tools and reasoning. It covers general equilibrium welfare and imperfect markets

Course Outline**1. Equilibrium, Efficiency and Welfare**

Equilibrium and efficiency under pure exchange and production; Pareto efficiency & limitations, Pigou, Pareto & Social welfare function;

2. Market failure

Externalities; public goods; Pigovian welfare economics

3. Imperfect Market Structure

Monopoly power, price discrimination, monopolistic competition, classical approach, oligopoly; meaning, types, models, classical & kinked demand curves, price leadership models,

Basic Readings:

- ☐ Hal R. Varian, Intermediate Microeconomics, a Modern 8th edition, W.W. Norton and Company/Affiliated East-West Press (India), 2010. The Workbook by Varian and Bergstrom could be used for problems.
- ☐ C. Snyder and W. Nicholson, Fundamentals of Microeconomics, Cengage Learning (India). 2010.