

GURUDAS COLLEGE

Internal Examination-2020

BA/BSc Part-II (Under 1+1+1 system)

Paper: IIA & IIB

Microeconomics II & Macroeconomics II

Full marks: 25

Time: 1 hour 30 minutes

Answer any **one** question

1. (a) What do you mean by perfect competition? What are the conditions of short run equilibrium under perfect competition? Show the short run equilibrium price and quantity under perfect competition with the help of a diagram?

(b) Explain the determination of income and employment in the classical system with the help of a diagram.
2. (a) What do you mean by monopoly? What are the conditions of short run equilibrium under monopoly? Show the short run equilibrium price and quantity under monopoly with the help of a diagram?

(b) Distinguish between demand pull inflation and cost push inflation.