



**MASTERS OF ARTS (ECONOMICS)**  
**MA (Economics) Semester – II**

Course Code	PA02CECO51	Title of the Course	Micro Economics - II
Total Credits of the Course	5	Hours per Week	5

<b>Course Objectives</b>	<ul style="list-style-type: none"><li>• To explain the types of cost and revenue of production and their inter relations.</li><li>• To explain the characteristics of different market structure under and decision-making process under them.</li><li>• To familiarize the students with the major approaches adopted in analysing economic welfare.</li></ul>
--------------------------	---

**Course outline**

Unit	Unit Description	Weightage*
1.	Cost and Revenue Analysis- Cost concepts; short-run and long run cost - Distinction and relations between different cost curves and their analysis; U and L shapes of average cost curves; Revenue Analysis-Concepts of revenues, Relation between AR & MR Curves, equilibrium analysis – Total cost and total revenue approach, marginal cost and marginal revenue approach, Recent Development	25%
2.	Market Equilibrium - Perfect competition- Time element and price determination, equilibrium of the firm- Total Revenue and Total Cost Approach, Marginal Cost and Marginal Revenue Approach, Shut-down Point; Monopoly- Equilibrium of the Firm- Total Revenue and Total Cost Approach, Marginal Cost and Marginal Revenue Approach, Discriminating Monopoly, Form and Degrees of Price Discrimination, Social Desirability of Price Discrimination, Equilibrium under Price Discrimination, Dumping; Monopolistic competition – Equilibrium of a Firm- Marginal Cost and Marginal Revenue Approach, Chamberlin's Approach, Selling Cost and Advertising, Excess Capacity	25%
3.	Oligopoly & Duopoly- Kinked Demand Curve, Collusive Oligopoly- Cartels, Price Leadership, Cournot's and Edgeworth's Models of Duopoly; Theory of Game- Two Person zero-sum Game and Two Person non zero-sum Game, Nash equilibrium, Prisoners' Dilemma.	25%
4.	Welfare economics – Pareto Optimality Criterion of Social Welfare; Kaldor-Hicks compensation Criterion; Scitovsky Paradox, Bergson-Samuelsson social welfare, The theory of second best	25%

<b>Teaching-Learning Environment</b>	The course would be taught/learnt through various means like lectures, discussions, writing assignments, viva-voce, seminars presentations, browsing online-resources relevant to the content, participating in co-curricular, extra-curricular activities.
--------------------------------------	---



<b>Evaluation Pattern</b>		
<b>Sr. No.</b>	<b>Details of the Evaluation</b>	<b>Weightage</b>
1.	Internal Written / Practical Examination	15%
2.	Internal Continuous Assessment in the form of Practical, Viva-voce, Quizzes, Seminars, Assignments, Attendance, Participation in co-curricular and extra-curricular activities	15%
3.	University Examination	70%

<b>Course Outcomes:</b> Having completed this course, student should be able to :	
1.	Identify the types of cost and revenue of the production.
2.	Distinguish the relationship between different types of cost as well as between the various kinds of revenues.
3.	Distinguish between different market structure.
4.	compare and explain the equilibrium situation in different markets.
5.	Explain the decision-makings in the market.
6.	Optimisation the knowledge of Micro Economics for individual and social welfare.

<b>Suggested References:</b>	
Sr. No.	Reference Books / Research papers / Reports / Any reference material used for teaching / learning the content in the course outline
1.	Ahuja H.L., Advanced economic theory – Microeconomic Analysis, S.Chand and company, New Delhi.
2.	Chopra P.N., Micro economic theory and welfare economics, Kalyani Publishers, New Delhi.
3.	Deweet K.K., Modern economic theory, S.Chand and Company, New Delhi.
4.	Hirshleifr J. and Glazer A., Price theory and applications, Prentice Hall, New Delhi.
5.	Jhingan M.L.; Advanced Economic Theory, Vrinda Publications, Delhi
6.	Koutsoyiannis A., Modern Microeconomics, Macmillan press, London.
7.	Mishra and Puri; Microeconomics Theory and Applications, Himalaya Publishing House.
8.	Prasad K.N., Lectures on micro-economic theory, Himalaya publishing house.
9.	Sen Anindya., Microeconomics-Theory and applications, Oxford University press, New Delhi.
10.	Seth M.L., Principles of Economics (Micro and Macroeconomics) Lakshmi Narain Agrawas, Agra.
11.	Stigler., Theory of price,Prentice hall, New Delhi.
12.	Stonier A and Hague D., A Textbook of Economic theory, Longman group, London.
13.	Sundharam K.P.M. and Sundharam E.N., Economic Analysis, S. Chand and sons, New Delhi.
14.	Samuelson, Economics, Tata Mcgraw Hill, New Delhi

