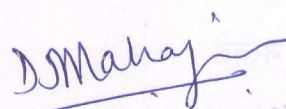


**Dr. BABASAHEB AMBEDKAR MARATHWADA UNIVERSITY, AURANGABAD
DEPARTMENT OF ECONOMICS**

M.A. (Economics) SYLLABUS

Course Code No.: ECO-201	No. of Credits: 04	Semester: II
Course Title:	MICRO ECONOMICS - II	
Course Objectives:		
1) To enable students to understand and analyse the firms behaviour in different market structures, how prices are determined in different market structures and how factor prices are determined. 2) To enable students to understand and discuss the different views related to the welfare. 3) To prepare students for further courses which require a knowledge of Micro Economics.		
Unit	Course Content	Periods
I	Price & output determination I : Perfect competition – Monopoly – Price discrimination – Monopsony & Bilateral monopoly	10
II	Price & output determination II : Monopolistic competition – Chamberlin's approach – Product differentiation & selling cost – Excess capacity – Oligopoly – Price leadership – Dominate firm – Low cost firm – Barometric firm – Cournot's model – Kinked demand curve – TWO person zero sum game	15
III	Alternative theories of firm: Williamson's model of managerial discretion – Hall & Hitch Report & Full cost pricing principle – Limit pricing principle (Bains, Sylos-Labini, Modigliani & Bhagwati) – Baumol's sales revenue maximization hypothesis	15
IV	Theories of distribution: Marginal productivity theory – Product Exhaustion Theorem – Technical progress & factor shares - Macro theories of distribution – Ricardo, Marx, Kalecki & Kaldor.	10
V	Welfare Economics: Pigo's theory of welfare economics – Conditions of Pareto Optimality – Compensation Principle – Arrow's Impossibility Theorem – Rawls theory of justice – Bergson & Samuelson's social welfare function	10
Course Outcome: -		
Student will able and understand that how prices are determined in different market structure & how factor prices and limits prices are determined. They will also able to know about the various views related to welfare.		


 Professor and Head,
 Department of Economic
 Dr. Babasaheb Ambedkar
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 Aurangabad.