(b) Write one difference between normal good and Giffen good.

(c) Define producer's surplus.

(d) Which of the following is not a determinant of the firm's cost function?

(i) Managerial efficiency

(ii) The price of labour

(iii) Taxes

(iv) The price of the firm's output

(e) Write the difference between perfect competition and pure competition.

(f) In consumer behaviour theory, which of the following deals with choice under conditions of certainty?

(i) Revealed preference approach

(ii) Marshallian cardinal utility approach

(iii) Hicks-Allen indifference curve approach

(iv) All of the above

(g) What is the sufficient condition for equilibrium for a perfectly competitive firm?

(i) Marginal Revenue (MR) = Marginal Cost (MC)

(ii) MC curve should cut the MR curve from below

(iii) MC curve should cut the MR curve from above

(iv) MR = AC

(h) In the linearly homogenous Cobb-Douglas production function with two inputs, the elasticity of substitution between the inputs is

(i) zero

(ii) one

(iii) greater than one

(iv) less than one