



UNIVERSITY OF THE PUNJAB

B.S. 4 Years Program / Fifth Semester – Spring 2022

Paper: Advance Microeconomics

Course Code: ECON-301A

Roll No.

Time: 3 Hrs.

Marks: 60

THE ANSWERS MUST BE ATTEMPTED ON THE ANSWER SHEET PROVIDED

Q.1. Write short notes on the following:

(6x5=30)

- i. Pay off Matrix
- ii. Pareto Efficiency
- iii. Free Rider problem
- iv. Risk Premium
- v. Fair and Unfair insurance.
- vi. Asymmetric information.

Answer the following questions.

(3x10=30)

Q. No. 2 Discuss Nash equilibrium in respect of “Prisoners Dilemma”.

Q. No. 3 Explain Global Risk Aversion and measure of relative risk aversion.

Q. No. 4 Describe attributes of Public goods.