



**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.**