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Duration: 2 1/2 Hrs.

Note: -

- 1) All questions are compulsory
- 2) All questions carry equal marks
- 3) Figures to the right indicate maximum marks.

**Q.1 A State whether following statements are true or false (Any Eight) (8 M)**

- 1. Capital management implies planning of capital expenditure.
- 2. With an increase in supply demand remaining unchanged the equilibrium price rises.
- 3. The demand curve for an oligopoly firm is indeterminate.
- 4. Habits makes demand inelastic.
- 5. Regression method is prescriptive as well as descriptive.
- 6. Internal economics enjoyed by an individual firm.
- 7. The LAC curve is called a planning curve.
- 8. At break – even point the company makes a loss.
- 9. A firm under perfect competition is price taker.
- 10. The aim of the monopoly firm is social welfare.

**Q.1B) Match the following (Any Seven) (7 M)**

A	B
1. Dumping	a. Maximize joint profit
2. Cartel	b. $AR < AC$
3. Supernormal profit	c. Excise duty
4. Losses	d. Different prices in domestic and foreign market
5. Internal economies of scale	e. $AR > AC$
6. Variable cost	f. Labour economics.
7. Time series method	g. Substitutes
8. Positive cross elasticity	h. Managerial economics
9. Business economics	i. Downward sloping curve
10. Demand curve	j. Trend projection method

- Q.2) A) Discuss the total average and marginal economic relations. (8M)  
 B) Explain the market supply curve with the help of market supply schedule. (7M)

OR

- A) Calculate the following (8M)  
 a)  $Q_x = 120 - 1.5 P_x + 4A$   
 Estimate demand when  $P_x = 30$  and  $A = 20,000$   
 b)  $Q_d = 100 - 5p$ , find the quantity demanded for price 2 & 4

B) Explain the various factors affecting elasticity of demand. (7M)

**Q.3) A) Complete the following table (8M)**

Output	TFC	TVC	TC	ATC	AFC	AVC	MC
0	50	0					
1	50	70					
2	50	90					
3	50	130					
4	50	150					
5	50	170					

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B. Eco. (45)

B) What is iso-quant? Explain different types of iso-quant (7M)  
OR

A) Explain Different survey methods of demand forecasting. (8M)

B) What are the different types of Elasticity of demand? (7M)

Q.4) A) Explain the features of perfect competition. (8M)

B) Explain the assumptions and exceptions of break even point (7M)

OR

A) What is Price discrimination? Explain different types of price discrimination. (8M)

B) Explain the features of monopolistic competition (7M)

Q.5) A) Define oligopoly. What are the characteristics of oligopoly? (8M)

B) Explain internal and external diseconomies scale. (7M)

OR

Write Short notes at (Any Three) (15M)

- 1) Kinky demand curve
- 2) Price leadership
- 3) Cartel demand curve
- 4) Law of demand
- 5) Dumping

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