

- Note :-** 1) All questions are compulsory.
2) Figures to the right indicate full marks.
3) Use of calculator is allowed.
4) Internal Options are given

- Q. 1 a) Discuss the types of Income elasticity of demand. [8]
b) What is managerial economics ? Explain it's scope. [7]

OR

- Q. 1. a) Describe the various constraints faced by the firm. [8]
b) State the difference between variations in demand & changes in demand. [7]

- Q. 2. a) State & explain the law of variables proportion. [8]
b) Consider the following data. [7]

Commodity	Original		changed	
	Price (Rs)	Demand (Units)	Price (Rs)	Demand (Units)
X	70	120	90	100
Y	30	80	20	110

- i) Calculate Price elasticity of demand for commodity 'Y'.
ii) Calculate cross elasticity of demand for commodity 'X'.

OR

- Q. 2. a) Examine the survey methods of demand forecasting. [8]
b) Explain the types of external economies of scale. [7]

- Q. 3. a) Explain the short run equilibrium of a monopolist. [8]
b) What is production function ? Explain it's types. [7]

OR

- Q. 3. a) Bring out the features of monopolistic competition. [8]
b) If TFC is Rs. 100. Calculate TC, AC & AVC from the information given below. [7]

Units	1	2	3	4	5	6
TVC	70	90	100	130	180	250

- Q. 4. a) Discuss the types of price leadership. [8]
b) How LAC is derived ? Explain it's features. [7]

OR

- Q. 4. a) How price & output determined in long run under perfect competition ? [8]
b) Explain the role of managerial economist. [7]