

- N.B. 1) All questions are compulsory.**  
**2) Figure to the right indicates full marks.**  
**3) Use of simple calculator is allowed.**

- Q.1a) Explain the consumer survey methods of demand forecasting. (8)**  
**b) How the economic concepts & managerial decisions are related? Explain. (7)**

**OR**

- Q.1a) State & explain the law of returns to scale. (8)**  
**b) Bring out the features of oligopoly. (7)**

- Q.2a) Discuss in detail the objectives of a firm. (8)**  
**b) Calculate price elasticity of demand for the given commodities. Draw the suitable diagrams. (7)**

Price(Rs.)	Demand for commodity A	Price(Rs.)	Demand for commodity B
28	20	55	1
24	22	60	1

**OR**

- Q.2a) Describe the types of economies of scale. (8)**  
**b) Explain the long run equilibrium of a perfectly competitive firm. (7)**

- Q.3a) What is income elasticity of demand? Discuss its types. (8)**  
**b) If TFC is Rs.100. Calculate TVC, AC & MC with the help of following information. (7)**

Units	1	2	3	4	5	6
TC	180	220	240	290	360	450

**OR**

- Q.3a) How the price & output is determined in short run under monopolistic competition? (8)**  
**b) Discuss the nature & scope of managerial economics. (7)**

- Q.4a) Distinguish between variation in demand & change in demand. (8)**  
**b) What is production function? Explain its types. (7)**

**OR**

- Q.4a) Discuss the derivation of LAC. State its features. (8)**  
**b) Describe the types of markets. (7)**