

- Q.20 Explain the difficulties in measurement of National Income?
- Q.21 Explain Law of Returns to scale?
- Q.22 Explain increase and decrease of demand?

SECTION-D

Note: Long answer type questions. Attempt any two questions out of three questions. (2x8=16)

- Q.23 Describe the nature, scope and practical significance of Managerial Economics?
- Q.24 Define 'Production Function'. Explain with a diagram the Law of Variable Proportions?
- Q.25 Explain Perfect competition and Monopoly Competition. Distinguish between perfect competition and monopoly

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1st year. / Branch: DBM

**Subject : Managerial Economics
/Micro & Macro Eco**

Time : 3 Hrs.

M.M. : 60

SECTION-A

Note: Multiple choice questions. All questions are compulsory (6x1=6)

- Q.1 Movement along the same demand curve shows
- Extension of demand and Contraction of demand
 - Increase in demand and Decrease in demand
 - Both of the above
 - None of the above
- Q.2 When the marginal utility is equal to zero, what will the total utility be?
- Maximum
 - Laws of return
 - Minimum
 - None of the above
- Q.3 What is the cause of the shift in demand?
- Change in price of related goods

- b) Population increase
 c) Change in consumer's income
 d) All of these
- Q.4 In the indifference map, a higher IC indicates which of the following ?
 a) Lower level of satisfaction
 b) Higher level of satisfaction
 c) Same level of satisfaction
 d) Either higher or same level of satisfaction
- Q.5 _____ is the sum total of total fixed cost and total variable cost.
 a) Variable cost b) Explicit cost
 c) Fixed cost d) Total cost
- Q.6 Refers to a market situation where there are a very large number of buyers and sellers
 a) Oilgopoly
 b) Perfect competition
 c) Monopoly
 d) Monopolistic competition
- SECTION-B**
- Note:** Objective/ Completion type questions. All questions are compulsory. (6x1=6)
- Q.7 Utility is a subjective concept (T/F) (2) 186713/84114 /031314/1314
- Q.8 Indifference curves cannot intersect, as it would violate the property of Indifference curve (T/F)
 Q.9 Under perfect competition, commodities are heterogeneous in nature (T/F)
 Q.10 Marginal utility is the aggregate of utilities derived by the consumers from all the units of the commodity consumed(T/F)
 Q.11 Other things remaining the same, quantity demanded of a commodity is inversely related to its price (T/F)
 Q.12 There is only one seller in monopoly (T/F)

- SECTION-C**
- Note:** Short answer type questions. Attempt any eight questions out of ten questions. (8x4=32)
- Q.13 Explain concepts of cost (a) Total cost (b) Average cost (c) Marginal cost
 Q.14 Explain Law of Diminishing Marginal Utility
 Q.15 What are properties of indifference curve?
 Q.16 Explain the relationship between average and marginal cost
 Q.17 What are the characteristics of Perfect Competition.
 Q.18 What are the methods for measurement of National Income?
 Q.19 Explain exceptions of law of demand?

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