

- 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

No. of Printed Pages : 4

Roll No.

186713/84114

/031314/1314

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

(120)

(4)

186713/84114
/031314/1314

(1)

186713/84114
/031314/1314

- 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) Oligopoly
 - 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?

(3)

186713/84114
/031314/1314