Exam. Code : 217601
Subject Code : 6890

M.Com. Ist Semester

MANAGERIAL ECONOMICS
Paper—MC-101

Time Allowed—3 Hours]   [Maximum Marks—100

Note :— (1) Attempt any **TEN** questions from Section-A, any **TWO** questions from Section-B and any **TWO** questions from Section-C.

(2) Each question in Section-A carries **2** marks, in Section-B **20** marks and in Section-C **20** marks.

SECTION—A

1. Attempt each sub-part of question up to **10** lines in length :

(a) State the Nature of Managerial Economics.

(b) Who do you mean by Average Utility and Marginal Utility ?

(c) Explain the meaning of Income Elasticity of Demand.

(d) Draw a Demand Curve for Normal Goods.

(e) State conditions of equilibrium under IC Approach.

(f) Define the term Production Function.

(g) What do you mean by Sales Maximization Model ?

(h) Show the Break-Even Point under Monopoly in Short Run.

(i) State two main features of Oligopoly.

(j) Draw a Long Run Average Cost Curve.

(k) How do you define the National Income ?

(l) State the significance of WPI.

SECTION—B

Note :— Attempt each question up to **5** pages in length.

2. Explain the Law of Diminishing Marginal Utility and its major weaknesses.

3. Elaborate the Law of Demand with suitable examples. Why is the Demand Curve sloping downwards ?

4. Discuss the Point-Method used to measure the Price Elasticity of Demand and Importance of Price Elasticity of Demand.

5. Critically examine the Law of Variable Proportions in the production process.

SECTION—C

Note :— Attempt each question up to **5** pages in length.

6. Show the Price-Output Determination under Monopoly both in short-run and long-run.

7. Discuss the Keynes's Psychological Law of Consumption and also state its implications.

8. Elaborate, in detail, main difficulties in calculating National Income in the UDCs and suggest most important solutions.

9. Discuss the major causes of Inflation and suggest measures to control Inflation.