

MBA Degree (FT) First Semester End Semester Examination- February/March, 2022
21-371-0103: MANAGERIAL ECONOMICS

(Regular)

Time: 3 Hours

Max. Marks: 50

PART A*(Answer ALL questions. Each question carries 2 marks)*

1. Define National Income
2. Distinguish between Sunk Cost and Opportunity Cost
3. Distinguish between Cardinal and Ordinal measure of Utility
4. Define Ridge Line?
5. What is Multiplier?

(5X2=10)

PART B*(Answer ANY FIVE Questions. Each question carries 4 marks)*

6. Explain Law of Diminishing Marginal Utility. Illustrate your answer with appropriate diagrams.
7. Explain the meaning and distinguish between AFC, AVC and MC. Illustrate graphically the relationship between these cost concepts
8. Examine the demand schedule given

Price (Rs)	100	80	60	40	20	0
Quantity	100	200	300	400	500	600

- a) Find the elasticity for the fall in price from Rs.80 to Rs.60
- b) Calculate the elasticity for the increase in price from Rs.60 to Rs 80
- c) Why is elasticity coefficient in (a) differ from (b)?
9. Distinguish between micro and macroeconomics.
10. What is Isoquant? Explain different forms of Isoquants.
11. Explain changes in demand with the help of diagrams?
12. What is consumer's equilibrium? What are the conditions of consumer's equilibrium under ordinal utility approach?

(5X4=20)

PART C*(Answer ANY TWO questions. Each question carries 10 marks)*

13. Explain the Indifference Curves with examples? Explain the main properties of indifference curves of two normal goods?
14. Explain in detail "Market" with examples. Compare and contrast different forms of Market with examples
15. Explain in detail "Elasticity" with examples? Explain different method of measuring Price elasticity.

(2x10=20)