

F.Y. Bcom (A & F)
1st sem

Feb-2006

Economics

Time : 2 hrs.

TABLE

Marks :60

N.B : 1) All 4 questions are compulsory
2) Figures to the right indicate full marks.

- Q. 1 a) Define PPF. What are its features . 7
b) Explain the use of various tools of economic analysis. Use suitable examples and diagrams. 8

OR

- Q. 1 a) Describe various types of equations used in an economic model. Give examples. 8
b) Describe various types of statistical data. How are they used in economic analysis? 7

- Q. 2 a) Explain various types of elasticities of demand. 8
b) Draw the demand curves representing various kinds of price elasticity of demand. 7

OR

- Q. 2 a) Explain total outlay method of price elasticity of demand. 8
b) What is demand forecasting? Explain various types of demand forecasting. 7

- Q. 3 a) What are isoquants ? Show returns to proportions and returns to scale with the help of isoquants. 8
b) Distinguish between short run costs and the long run costs of production. 7

OR

- Q. 3 a) Describe the determination of output by break even method using linear functions. 8
b) Find profit maximizing output using MR-MC method from following data (price = Rs. 20) 7

Quantity	0	1	2	3	4	5	6	7	8
Total Cost	24	28	30	34	40	50	70	95	125

OR

- Q. 4 a) Explain the following :- 8
1. Normal profit 2. Shut down point
3. Supernormal profit in perfect competition
4. Describe the method of full cost pricing
b) Describe the method of full cost pricing 7

OR

- Q. 4 a) Define:- 8
1. Price leadership and 2. Kinky demand curve in oligopoly market.
b) Describe various types of pricing practices. 7