

Savitribai Phule Pune University
Department of Management Sciences
MBA-BT Semester II
Backlog Semester End Exam April 2015
103 - Managerial Economics

Maximum Marks: 50 marks

Time: 3Hrs

- Note: 1. Question 7 is compulsory
2. Attempt any four questions from Q1 to Q6
3. All questions carry 10 marks each

- Q1. Discuss the basic economic problems confronting economic theory in detail.
- Q2. Discuss consumer equilibrium with the help of the indifference curve approach.
- Q3. State and explain the law of variable proportions in detail.
- Q4. Discuss the short –run equilibrium of the competitive firm in detail. Discuss the conditions under which the firm makes supernormal/ normal profits or incurs losses in the short-run.
- Q5. What is price discrimination? Discuss the conditions under which price discrimination is possible and profitable.
- Q6. Write short notes on: (5 marks each)
- a. Point or geometric method of measurement of price elasticity of demand
 - b. Law of supply
- Q7. State and explain the law of demand in detail.