

Note : The question paper is divided into two sections.

Section-A comprises 8 short answer types questions (carrying two marks each) which is compulsory and should not exceed 50 words normally.

Section-B comprises 8 questions (2 from each unit) the students shall be required to attempt four selecting one question from each unit. All question carry equal marks.

Section-A

1. Short Answer Type Questions :

- Define cross elasticity.
- Define consumer's equilibrium.
- Mention any two features of monopolistic competition.
- Enlist various factors of production.
- Enlist the factors affecting location of the firm.

- What do you mean by economies of scale ?
- How do you classify different costs ?
- Differentiate between firm and industry.

Section-B

Unit-I

- Explain various types of price elasticity of demand with the help of diagrams.
- Describe the two conditions necessary for attaining equilibrium for a firm in the short run.

Unit-II

- What are the diseconomies of scale ? Explain with illustrations. <https://www.mdustudy.com>
- Compare and contrast the marginal utility approach with the indifference curve approach.

Unit-III

- Discuss the conditions of price discrimination under monopoly.
- Discuss the role of time element in the determination of price and output under perfect competition with the help of suitable diagrams.

Unit-IV

8. How do you determine the rent ? Explain the concept of quasi rent with suitable example.
9. Discuss the different alternative theories of interest and wages.