## Subject : Business Economics

Day : Friday                 **S.D.E.** ‖‖‖‖‖‖‖‖‖‖‖   Time : 10.00 AM TO 1.00 PM
Date : 03/06/2016                    **30072**        Max Marks : 80    Total Pages : 1

**N. B. :**
1) Attempt **ANY FIVE** questions from section – **I** and attempt **ANY TWO** questions from section – **II**.
2) Figures to the right indicate **FULL** marks.
3) Answers to both the sections should be written in the **SAME** answer book.
4) Draw neat and labeled diagram **WHEREVER** necessary.

### SECTION - I

| | | |
|---|---|---|
| Q. 1 | Explain any two economic problems. | **(10)** |
| Q. 2 | What is Production Possibility Curve? Give its significance. | **(10)** |
| Q. 3 | Explain the concept of Opportunity Cost with suitable example. | **(10)** |
| Q. 4 | Define Utility; explain the relationship between Total Utility and Marginal Utility. | **(10)** |
| Q. 5 | Give the formula for price elasticity of demand and explain its types. | **(10)** |
| Q. 6 | Describe the features of Perfect Competition. | **(10)** |
| Q. 7 | Write short notes on **ANY TWO** of the following: | **(10)** |

a) Subject matter of Micro Economics
b) Production function
c) Returns to scale

### SECTION -II

| | | |
|---|---|---|
| Q. 8 | State and explain the Law of Variable Proportions. | **(15)** |
| Q. 9 | Show how equilibrium price is determined by the market forces. | **(15)** |
| Q.10 | Compare Monopoly with Monopolistic Competition. Give examples. | **(15)** |

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