



MBA 014

**I Semester M.B.A. in Aviation Examination, October 2011
(January 2011 Batch) and Re-sit (July 2010 Batch)
MANAGERIAL ECONOMICS**

Time : 3 Hours

Max. Marks : 80

Instructions : *Section–1 : Answer **any 10** questions out of 15.
Max. marks in this Section are **30** (3 marks for **each** right answer).*
*Section–2 : Answer **all 10** questions.
Max. marks in this Section are **20** (2 marks for **each** right answer).*
*Section–3 : Attempt **any 2** out of 3 questions.
Max. marks in this Section are **30** (15 marks for **each** right answer).*

SECTION – 1

Answer **any 10** out of 15.

(10×3=30)

1. What are the determinants of supply ?
2. List a few factors affecting a change in demand.
3. What are the types of equilibrium ?
4. What are the characteristics of supply schedule ?
5. What is real cost and opportunity cost ?
6. What do you understand by relatively elastic supply ?
7. How do you classify markets based on time period ?
8. What is Monopoly and what are its causes ?
9. What is price discrimination and what are its types ?
10. What are the features of mixed economy ?
11. What are the four types of auctions ?
12. What is the law of supply ?
13. List the features of capitalism.
14. What are the misconceptions about inflation ?
15. What are the determinants of demand ?

P.T.O.



SECTION – 2

Answer **all** the questions.

(10×2=20)

True/False

1. When there is a rise in the price of a particular good, its demand also rises, hence there is extension of demand.
2. Supply schedule is a graphical representation of different quantities supplied at different price in a given period of time.
3. Relatively elastic of demand is denoted as $e < 1$.
4. On a demand curve the price elasticity at a point is equal to $\frac{\text{Lower segment}}{\text{Upper segment}}$.
5. When a small change in price of a commodity results in relatively large change in supply, the supply is said to be inelastic.
6. When there are only a few sellers in the market selling homogeneous product it is a pure oligopoly.
7. Perfect competition and monopoly market structure together make up the monopolistic competition.
8. In a socialist economy, the entire rights are in the hands of the consumer and the consumer is the king.
9. A lemon's problem is an example of problem created due to adverse selection.
10. Inflation does not affect a person if his/her money income and price both rise at the same level.

SECTION – 3

Answer **any 2** out of 3 questions.

(15×2=30)

1. What is a supply schedule ? Mention its characteristics and difficulties in construction.
 2. Explain Oligopoly in detail.
 3. What are the measures to control inflation ?
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