



**K. K. Wagh Institute of Engineering Education & Research, Nashik**  
(An Autonomous Institute From A.Y. 2022-23)

	SUMMER-2023		
	Exam Seat No.:		
	Academic Year:2022-2023	Semester:I	
	Name of Programme:MBA	Pattern:2022	
	Name of Course:Managerial Economics	Course Code:MBA 22 1 05	
	Max. Marks:60	Duration:2 hr 30min.	

**Instructions:** Candidates should read carefully the instructions printed on the Question Paper and on the cover page of the Answer Book, which is provided for their use.

1. This question paper contains 2 page(s).
2. Answer to each new question is to be started on a new page.
3. Assume suitable data wherever required, but justify it.
4. Draw the neat labelled diagrams, wherever necessary.
5. The last columns indicates the Course Outcome and level of Blooms Taxonomy of the Question/sub-question
6. Solve Q. No. (a) or (b) and (c) and (d) from Q. No. 3 , 4 and 5

**Question No. 1 Attempt following Question**

1 Explain basic economic principles. (6)

**Question No. 2 Attempt following Question**

2 Describe types of Elasticity of Demand (6)

**Question No. 3 Attempt following Question**

3.a) Define Production Function. Explain with a diagram the three stages of the Law of Variable Proportions. (8)

**OR**

3.b) State and explain the Law of Diminishing Marginal Returns (8)

3.c) Describe the significance of three stages of the Law of variable proportions with diagram (8)

**OR**

- 3.d) What is cost function. Explain the cost concepts TC AC MC. (8)

**Question No. 4 Attempt following Question**

- 4.a) Describe the concept of price elasticity of demand. (8)

**OR**

- 4.b) Show how price and output are determined under the conditions of perfect competition in the long run (8)

- 4.c) How is price and output determination under monopoly different from that under perfect competition (8)

**OR**

- 4.d) Show how a monopoly firm reaches its equilibrium in the long run (8)

**Question No. 5 Attempt following Question**

- 5.a) Can government intervention helps in controlling monopolies and regulating prices (8)

**OR**

- 5.b) Explain the classification of the market on the basis of the degree of competition (8)

- 5.c) Compare Short Run and Long Run Cost. Discuss relationship between Long Run Cost and Short Run Cost. (8)

**OR**

- 5.d) Explain monopolistic competition features with suitable examples. Discuss Equilibrium for Monopolistic competition. (8)