

Total No. of Questions : 5]

SEAT No. :

P3800

[5265] - 102

[Total No. of Pages :2

M.B.A.

**102 :ECONOMIC ANALYSIS FOR BUSINESS DECISIONS
(CBCS- 2013 Pattern) (Semester-I)**

Time : 2 ½ Hours]

[Max. Marks : 50

Instructions to the candidates:

- 1) *All questions are compulsory.*
- 2) *Each question has an internal option.*
- 3) *Each question carries 10 marks.*
- 4) *Figures to the right indicate marks for that question/sub-question.*
- 5) *Your answers should be specific and to the point.*
- 6) *Support your answers with suitable live examples.*
- 7) *Draw neat diagrams and illustrations supportive to your answer.*
- 8) *Use of calculator is permitted (as applicable)*

- Q1) a)** 1) What is the difference between Accounting Profit and Economic Profit? Explain with the help of suitable example. [5]
- 2) Explain the Role of Profit in market system. [5]

OR

- b) What is the rationale of Firm? Explain various objectives of Firm. [10]

- Q2) a)** How price and output are determined under Perfect Competition in Short-Run and Long-Run? [10]

OR

- b) Explain various degrees of Price Elasticity with suitable examples. [10]

- Q3) a)** 1) What is the importance of Opportunity Cost in Economic Analysis? [5]
- 2) Explain the significance of Marginal Cost in business decision making. [5]

OR

- b) 1) Explain Cost-Volume -Profit Analysis. [7]
- 2) What is Operating Leverage? [3]

P.T.O.

Q4) a) Explain the structure of Money Market. What are its functions? [10]

OR

b) What is a Stock Market? What role does it play in Economic Growth of a country? [10]

Q5) a) Define National Income and state various methods of its estimation in India. [10]

OR

b) Explain the concept and composition of Plan and Non-Plan expenditure in Union Budget and its relevance in Economic Growth. [10]

