

SVKM's NMIMS
NMIMS Global Access – School for Continuing Education

Programme: DFM/PGDFM

June 2013 Examination
Subject: Micro Economics

Semester: II
Course: New
Marks : 70

Date: 23.06.2013

Time: 11.00 a.m. to 2.00 p.m.

Instructions:

1. Answer to each new question to be started on a fresh page.
2. Figure in bracket indicates full marks.

Q1. Discuss or Write short notes (Any 2 out of 4)

(Marks: 2*5=10)

- a. Micro vs Macro Economics
- b. Demand Function
- c. $MC_n = TC_n - TC_{n-1}$
- d. Market Sharing Cartel

Q2. Write short notes (Any 2 out of 5)

(Marks: 2*5=10)

- a. Factors determining Elasticity of Demand
- b. Properties of Isoquant
- c. Cross Elasticity
- d. Economies of Scale
- e. Economic Profit vs Accounting Profit

Q3. Attempt any 3 out of 5

(Marks: 3*10=30)

- a. Write a note on Laws of Return to scale
- b. Determinants of Supply.
- c. What is Break even analysis? What are the advantages and limitations?
- d. Difference between Monopolistic competition and Oligopoly.
- e. Explain the Long run equilibrium of Perfectly competitive firm.

Q4 Attempt any two of the following :

(Marks: 2*10=20)

- a. "With price being constant, the demand curve shifts its position with the change in other demand determinants" Explain.
- b. Give reason for the U-shape of long run average cost curve. Why is it called "Planning curve"?
- c. "The Oligopoly firm has the freedom to vary its Marginal Cost and yet maximise profits". Explain.