

Lib.

**FYBCOM/SEM II/REG/ECONOMICS FOR PROFESSIONAL CAREERS-II**

**Time: 1 hr.**

**Marks:30**

- Note:**
1. Draw neat diagrams wherever necessary.
  2. Figures to the right indicate full marks.
  3. Write any **TWO** questions from the following
  4. Each question carry **15 Marks**.

**Q.1 Answer the following(Any Two)**

**[15]**

- (a) Explain the various kinds of short run costs.
- (b) Given TFC is 55 Calculate TC, AFC, AVC and MC.

Output(Units)	0	1	2	3	4	5	6
TVC	0	30	55	75	105	135	225

- (c) Calculate TR,AR and MR and Explain the relationship between TR and MR.

Q	1	2	3	4	5	6	7
P	100	90	80	70	60	50	40

**Q.2 Answer the following (Any Two)**

**[15]**

- (a) Explain the concept of sources of monopoly power.
- (b) A Market where large number of sellers who are selling homogenous goods .A firm is price taker in above market. In long run, it earns normal profit. It is imaginary concept. And price discrimination is not done.
  - a) Identify the market Structure from above passage.
  - b) Is firm price taker or price maker in above market structure?
  - c) How many sellers are available in above market?
  - d) Long run profit in above market.
  - e) Is price discrimination possible?
  - f) Is above market is imaginary or real?
  - g) Write any three features of above identified market.
- (c) A firm does not compete but cooperate and charges same price and earns maximum profit as a group. There is no price war and highly beneficial for sellers. Firm forms cartels. Price does not keep on changing.
  - a) Identify the type of oligopoly from above passage.
  - b) Is there any price war?
  - c) Who gets maximum benefits?
  - d) Is firm forms cartels?
  - e) Is firm compete or cooperate?
  - f) Is price remaining stable?
  - g) Write any three features of above identified oligopoly.

**Q.3 Short Notes (Any Two)**

**[15]**

- (a) Assumptions of Law of variable Proportions.
- (b) Producer equilibrium.
- (c) Feature of monopolistic competition.
- (d) Non-Collusive oligopoly.