

2015-17

Time : 4 hours

Full Marks : 80

Candidates are required to give their answers in their own words as far as practicable.

The questions are of equal value.

*Answer any **five** questions.*

1. Define Managerial Economics and point out its chief characteristics?
2. What do you mean by demand schedule, demand curve and demand functions? Show how market demand is calculated by individual demand? <http://www.biharpaper.com>
3. Explain the law of substitution in consumption. How it helps a consumer in reaching the position of equilibrium?
4. Explain with the help of diagram the Law of Diminishing Returns. How can its operation be checked?

5. Define Market and explain various types of Markets.
6. How is price determined under perfect compositions? <http://www.biharpaper.com>
7. What is the concept of business cycle? Explain the various phases of a Business cycle. ✓
8. Explain the meaning and nature of profit. Distinguish between gross profit and net profit?
9. What is credit control? What are the tools of credit control? Explain.
10. Write short notes on any two of the following :
 - (a) Difference between micro economics and macro economics
 - (b) Law of demand
 - (c) National dividend.
 - (d) Central Bank ✓

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