



GL BAJAJ

Institute of Management & Research

Approved by A.I.C.T.E., Ministry of HRD, Govt. of India

Roll No.....

Plot No. 2, Knowledge Park-III, Greater Noida (U.P.)–201306

POST GRADUATE DIPLOMA IN MANAGEMENT (2020 -22)

MID TERM EXAMINATIONS (TERM -II)

Academic Session- 2020-21

Subject Name : Managerial Economics

Time: 01.30 hrs

Sub. Code: PG013

Max Marks: 20

Note:

1. Writing anything except Roll Number on question paper will be deemed as an act of indulging in unfair means and action shall be taken as per rules.

2. All questions are compulsory in Section A, B & C. Section A carries 1 Case Study of 8 marks. Section B carries 3 questions of 2 marks each and Section C carries 2 questions of 3 marks each.

SECTION – A

04+04 = 08 Marks

Q. 1: Case Study:

Union Budget 2021-22 presented on February 01, 2021 is one of the most progressive and bold budgets of India in the recent past.

(A) Do you agree with the above statement? Comment on the impact of FDI increase in Insurance sector.

(B) Discuss the Pros and Cons of the budget in reference to Macroeconomic environment.

SECTION – B

02×03 = 06 Marks

Q. 2: Demand function of a commodity is given as under:

$$D=150 - 4*P$$

a) Create a demand schedule for various price points (Rs 5, Rs 10, Rs 15, Rs 20)

b) What should be the price if the Demand expected is 120

Q. 3: Differentiate between Price Elasticity and Cross Elasticity

Q. 4: Differentiate between Accounting Profit and Economic Profit.

SECTION – C

03×02 = 06 Marks

Q.5. State reasons for Downward sloping Demand Curve, with an illustration.

Q. 6. What is the role of Incremental Cost Principle? When can the decision by an entrepreneur be considered valid according to incremental principle?

Mapping of Questions with Course Learning Outcome

COs	Question Number(s)	Total Marks Allocated to the CO
CO1	Q.2, Q.3, Q.4	06
CO2	Q.5, Q.6	06
CO3	Q.1 (A), (B)	08