**5Q**Reg. No. Name:

# APJ ABDUL KALAM TECHNOLOGICAL UNIVERSITY FIRST TRIMESTER MBA DEGREE EXAMINATION OCTOBER 2016

#### **MBA 13 MANAGERIAL ECONOMICS**

Max. Marks: 60 Duration: 3 Hours

# Part A

## Write short answers to all questions. Each question carries 2 marks

- 1. Explain demand function
- 2. What is meant by internal economies of scale?
- 3. Explain marginal rate of technical substitution
- 4. Explain barometric price leadership
- 5. Explain fiscal deficit

(5x2 marks = 10 marks)

#### Part B

# Answer any 3 questions. Each question carries 10 marks

- 6. What is decision making? Explain the different steps involved in it
- 7. Why is the average cost curve 'U' shaped?
- 8. Explain Qualitative Credit Control measures and its instruments
- 9. What is break-even point and what are its implications for business?
- 10. What is a budget and explain the typical characteristics of a budget?

(3x10 marks = 30 marks)

#### Part C

### Compulsory question, the question carries 20 marks

11. From the following particulars, find out the break-even point

Variable cost per unit: Rs. 15 Fixed expenses: Rs. 54000 Selling price per unit: Rs. 20

What should be the selling price per unit, if the break-even point is to be brought down to

6000 units?

(20 marks)