## I Semester B.Com. Examination, Nov./Dec. 2015 (Repeaters) (2012-13 and Onwards) COMMERCE

Paper – 1.4: Market Behaviour and Cost Analysis

Time: 3 Hours

Max. Marks: 100

Instruction: Answer should be either in English or in Kannada.

## SECTION - A

1. Answer any 10 sub-questions. Each sub-question carries 2 marks. (2×10=20)

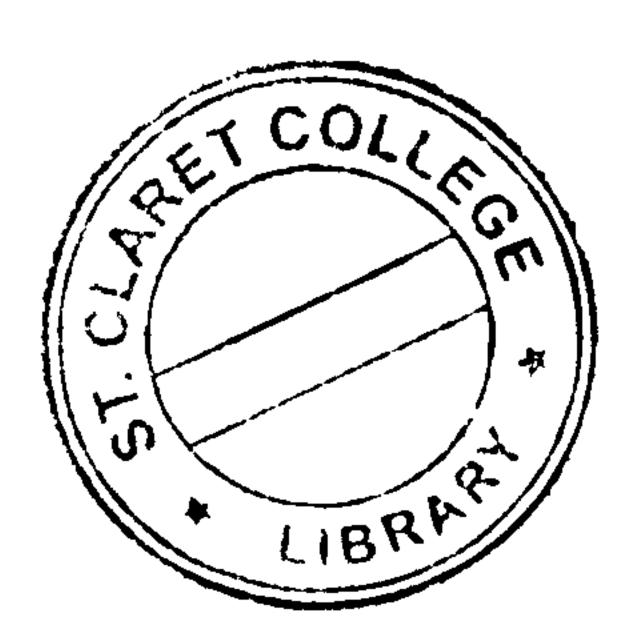
- a) What do you mean by Wealth Maximization?
- b) What is Managerial Economics?
- c) What is decision making?
- d) Define dumping.
- e) What is meant by firm?
- f) How do you determine BEP?
- g) Define law of demand.
- h) What do you mean by penetration pricing?
- i) What do you mean by price discrimination?
- j) What is Giffen effect?
- k) What is long term?
- 1) Write the meaning of explicit cost.

## SECTION - B

Answer any four questions. Each question carries 8 marks.

 $(8\times 4=32)$ 

- 2. Describe the steps in decision making.
- 3. What are the determinants of supply?
- 4. Briefly describe the stages of Product Life Cycle (PLC).





5. The following information is obtained from ABC Co. Ltd.

Particulars	Cost per unit (Rs.)
Material	20
Labour	10
Other variable OH	3
Fixed Expenses	18,000

If selling price is Rs. 40, calculate BEP.

6. With the help of following data, find out price elasticity of demand by adopting total outlay method.

Price per unit	<b>Qty Demanded</b>
a) 6.00	1000
5.00	1400
4.00	1800
b) 6.00	1000
5.00	1200
4.00	1500
c) 6.00	1000
5.00	1100
4.00	1250

SECTION - C

Answer any 3 questions. Each question carries 16 marks.

 $(16 \times 3 = 48)$ 

- 7. Describe the various types of Business Decisions.
- 8. Describe the cost behaviour in the short run and long run with the help of diagram.
- 9. Discuss the various methods of pricing.
- 10. The sales of XY Co. Ltd. are as under:

Year: 2009 2010 2011 2012 2013 Sales

[in lacs. Rs.] 30 40 35 48 45

Using the method of least squares, find the trend values and also estimate the annual sales for the year 2015.