

4. Distinguish between Law of variable proportion and Law of return to scale.
5. Examine the break-even approach and its application.
6. Explain the various types of product differentiation.
7. What is selling cost?

IV

Write an essay on ANY ONE of the following

(1x10=10)

1. What is price discrimination? Explain price and output determination under discriminating Monopoly.
2. Define elasticity of demand and explain the factors that influences the elasticity demand for a commodity.
