

II B. Tech I Semester Supplementary Examinations, May - 2019
MANAGERIAL ECONOMICS & FINANCIAL ANALYSIS
 (Common to EEE,ME,ECE,EIE,ECC,AME,AE and Mining Engineering)

Time: 3 hours

Max. Marks: 70

- Note: 1. Question Paper consists of two parts (**Part-A** and **Part-B**)
 2. Answer **ALL** the question in **Part-A**
 3. Answer any **Four** Questions from **Part-B**

PART -A

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|-------|-------------------------------------------------|-------|
| 1. a) | Define Law of demand. | (2 M) |
| b) | Explain fixed costs. | (2M) |
| c) | What is priority pricing? | (2M) |
| d) | Explain about partnership firm. | (2M) |
| e) | What are the financial statements for analysis. | (3M) |
| f) | What is Discounting cash flows? | (3M) |

PART -B

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|-------|-------------------------------------------------------------------------------------------------------------------------------------------------------------|------|
| 2. a) | Define demand. Explain the demand schedule. | (7M) |
| b) | Explain the demand forecasting methods. | (7M) |
| 3. a) | What are different cost concepts in production? | (7M) |
| b) | What is meant by Break-even analysis? Discuss the assumptions and the limitations of this technique. | (7M) |
| 4. a) | How does the equilibrium of a firm under perfect competition differ from monopoly? | (7M) |
| b) | Explain the monopoly and oligopoly market structure and features. | (7M) |
| 5. a) | What is public enterprise? Explain the features of public enterprises | (7M) |
| b) | Explain the meaning and phases of business cycles. | (7M) |
| 6. a) | Explain the meaning, importance and objectives of funds flow statement. | (7M) |
| b) | What is ratio analysis? Discuss the significance of balance sheet ratios. | (7M) |
| 7. a) | A project costing Rs.80000/- Annual cash inflows of Rs.40000/- after taxes for a period of six years. How much is the NPV if the firm expects 15% per annum | (7M) |
| b) | Explain the nature, significance and objectives of capital budgeting. | (7M) |

