

Q.3 Answer the following questions.

A). Explain a firm's equilibrium in kinked demand curve model of oligopoly. (07)

B). What do you understand by the term Pricing policy. List down the various types of pricing policies. Discuss any two with suitable examples. (08)

Q.4 Attempt any two questions. (Each of 7.5 mark) (15)

1. Explain long run equilibrium under perfect competition market using diagram.
2. Define Dumping. Discuss Dumping under Monopoly with suitable examples.
3. Explain Cournot's Model of oligopoly and its assumptions. Also state the main points of criticism against Cournot's model of duopoly.
4. The following information of XYZ ltd Co. is given:
Fixed Costs : Rs.28,000 per year
Variable Cost per unit : Rs.3
Selling price : Rs.10

You are required to find out Break Even Point level of output. Also find out the Sales Revenue BEP.