STELLA MARIS COLLEGE (AUTONOMOUS), CHENNAI – 600086 SUBJECT CODE: 19EC/PE/AM15

M.A. DEGREE EXAMINATION, MAY 2021 BRANCH IV – ECONOMICS END SEMESTER EXAMINATION

COURSE: ELECTIVE MAX. MARKS: 50

PAPER: ADVANCED MANAGERIAL ECONOMICS

TIME: 1 ½ HOURS

SECTION – A

 $(3 \times 10 = 30)$

ANSWER ANY 3 OUT OF 5 QUESTIONS IN 300 WORDS EACH

- 1. What is demand forecasting? Explain briefly the different techniques of demand forecasting.
- 2. Discuss Nash Equilibrium and how is it different from dominant strategy equilibrium?
- 3. Explain the different sources of capital available to a firm.
- 4. What is cost of capital? Distinguish between debt capital and equity capital.
- 5. Define risk and uncertainty. Explain the steps involved in the analysis of risky decisions.

SECTION - B

 $(1 \times 20 = 20)$

ANSWER ANY 1 OUT OF 2 QUESTIONS IN 1200 WORDS

- 6. Explain the different types of pricing strategies followed by a firm with suitable examples
- 7. What is capital budgeting? Explain the different techniques of capital budgeting with suitable examples.



