

SECTION – II

Q. 4. Case Study

(15)

In Pune , there are three market areas , KK market, Market yard and Laxmi Road. These Three markets are famous for clothes shopping, where many cloth sellers with many renowned brands are selling clothes. But the same brand cloth is having different price structure in different markets. People living nearby of KK are unaware about cheaper price of same product in other two markets. So as an administrator , to attain perfect competition , what kind of policy decisions should be taken? And which feature of the perfect competition is absent in above situation?

Q. 5. Answer the following:

(10)

a) Price Elasticity of demand - types and diagrams

OR

b) Price determination under the monopolistic competition.
