

T 6037 ✓

M.B.A. DEGREE EXAMINATION, APRIL/MAY 2004.

First Semester

BA 101 — ECONOMIC FOUNDATIONS OF BUSINESS ENVIRONMENT

Time : Three hours

Maximum : 100 marks

Answer ALL questions.

PART A — (10 × 2 = 20 marks)

Write short notes for the following questions :

1. Define deflation. - 4
2. What is Gross National Product? - 4
3. Define recession. - 4
4. How do you estimate National Income by Net output method? - 4
5. What is meant by CRR? - 5
6. How does RBI operate in open market? - 5
7. What is Employment assurance scheme? - 5 - 5
8. What is the scope of Crash programme for rural employment?
9. What is the need for FTZs? - 5
10. What is meant by TRIPS? - 5

PART B — (5 × 16 = 80 marks)

11. Evaluate the performance of Indian Economy in External sector? Describe the salient features of Indian foreign trade policy.
2. (a) Discuss the directions of India's economic planning. Explain the progress of internal sectors.

Or

- (b) Enumerate the components of Balance of Payment. Describe how foreign exchange rate affects the BOP. *out of syllabus*
- (a) What are the different stages of Business Cycle? Discuss the experiences of business cycles in the Indian context. *out of syllabus*

Or

- (b) What are the new dimensions of Indian fiscal policy? What are the key accelerators of a national economy? Explain. - 5

2
14. (a) Illustrate the demand and supply of money. What is the equilibrium level of money market. Discuss, in detail.

Or 4

(b) What are the important features of Monetary policy introduced by RBI? Examine critically the entry of Foreign banks in India.

15. (a) What are the causes of unemployment? Discuss how you interrelate unemployment and inflation. - 4

Or

(b) Explain employment oriented growth strategies. How do you eradicate unemployment? - 5

