

Roll No.

Total Pages : 03

SMS/M-20

13202

BUSINESS ECONOMICS-II

IMS-403

Time : Three Hours]

[Maximum Marks : 70

Note Attempt six questions in all, selecting one question from each Unit. Q. No. 1 is compulsory.

(Compulsory Question)

- 1.** Write notes on the following : **4 each**
- (a) What is imperfect competition market ?
 - (b) What are different stages of life-cycle of a product ?
 - (c) What is included in the term Rent ?
 - (d) What is the significance of Per capita Income ?
 - (e) Why is fiscal policy made ?

Unit I

- 2.** What are the features of Monopoly type of market ? Do you think Indian Telecom industry is moving towards monopoly ? If so, what will be the ill effects of such market on consumers ?

(3)L-13202

1

3. What is firms' equilibrium in case of perfect market ?
How is pricing done in such market ? **10**

Unit II

4. What are the features of administered pricing system ?
Do you opine that inflated prices of onion in India in recent past was due to poor management of government agencies ? If so, why ? **10**
5. What are the features of linear programming ? Why is economic analysis done ? **10**

Unit III

6. 'Man is active and make passive to active.' Comment on the statement considering factors of production and their significance in production. **10**
7. Critically explain the Keynes liquidity preference theory.
Do you think it is applicable in Indian conditions ? Write your opinion. **10**

Unit IV

8. Which are the methods of national income determination ?
Which factors are responsible for decreasing GDP growth rate in India ? **10**

(3)L-13202

2

9. 'The high rate of technological advancement is a reason behind high rate of obsolescence and high volatility in business cycle.' Elucidate the statement. **10**

Unit V

10. 'The RBI was conceptualized by Dr. B. R. Ambedkar to work as an effective regulator in banking sector but recent banks' crises and failures put a question mark on Indian banking.' Comment on the statement considering recent actions taken by RBI for effective control on banks through monetary policy. **10**
11. 'Decreased inflation rates announced by government agencies but intolerable increased prices of commodities are seen in real life.' What may be the reasons behind such conflicting situation? Which shift do you notice in the inflation rate in India in last few years?