

Reg. No.

--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--

Question Paper Code : BS2003

M.B.A. DEGREE EXAMINATION, AUGUST/SEPTEMBER 2017.

First Semester

DBA 1603 — ECONOMIC FOUNDATIONS OF BUSINESS ENVIRONMENT

(Regulations 2007/2009)

Time : Three hours

Maximum : 100 marks

Answer ALL questions.

PART A — (10 × 2 = 20 marks)

1. How will you compute national income?
2. Define balance of payment.
3. What is a business cycle?
4. What is meant by fiscal policy?
5. List the determinants of supply of money.
6. Define Monetary policy.
7. What is a commodity?
8. Define inflation.
9. What is meant by trade multiplier?
10. State the role of trade policy.

PART B — (5 × 16 = 80 marks)

11. (a) What are the different types of macro economic variables? Explain.

Or

- (b) Discuss the essential objectives and features of economic planning in India.

12. (a) Give a detailed account on Keynesian economic theory.

Or

(b) 'The business cycle is the pattern of expansion, contraction and recovery in the economy' – Discuss.

13. (a) Draw a money demand curve and explain how changes in other variables may lead to shifts in the money demand curve.

Or

(b) Discuss the formulation and content of monetary policy in India in recent years.

14. (a) Discuss the relationship between unemployment and inflation rates in India with examples.

Or

(b) Give a detailed account on integration of commodity and money market in India.

15. (a) Discuss the income generation process through the foreign trade multiplier in an open economy.

Or

(b) Critically analyse the performance of Indian economy in external sector in recent years.
