

Roll No.

[Total No. of Printed Pages : 3]

BCA-304 (N)

B.C.A. (Third Semester)
EXAMINATION, MARCH - 2021

(New Course)
Paper Fourth

BUSINESS ECONOMICS

Time : Three Hours]

[Maximum Marks : 75

Note: Attempt questions from all Sections as directed.

Inst.: The candidates are required to answer only in serial order. If there are many parts of a question, answer them in continuation.

Section-A

(Short Answer Type Questions)

Note : Attempt **all** questions. Each question carries 3 marks.

1. (A) Explain the three basic economic problems an economy faces.
- (B) Explain the Law of demand and its determinants.

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- (C) What is the difference between Micro and Macro economics ?
- (D) Discuss the law of supply.
- (E) What do you mean by expansion and contraction in demand ?
- (F) What are the functions of WTO ?
- (G) Explain the different phases of business cycle or trade cycle.
- (H) What is dumping ?
- (I) Define MNCs and discuss advantages of MNCs.

Section-B

(Long Answer Type Questions)

Note: Attempt any **Two** questions. Each question carries **12** marks.

- 2. Explain the determinants of price elasticity of demand and its types.
- 3. What is a dominant strategy ? Explain in detail, using a suitable example.

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- 4. How is price determined in the market ? Diagrammatically show the equilibrium price for various changes in demand and supply.
- 5. What are the features of perfect competition ? How does a firm attain equilibrium in the short-run under the above mentioned market structure?

Section-C

Long Answer Type Questions

Note: Attempt any **Two** questions . Each question carries **12** marks.

- 6. Explain the concept of globalization. Discuss its advantages and disadvantages.
- 7. Illustrate the circular flow of income in a four sector economy.
- 8. Illustrate the following situations graphically. Label each graph clearly.
Short-run equilibrium for a Monopoly where a Monopolist makes (a) Supernormal profit (b) Normal profit and (c) Loss.
- 9. Discuss Demand-pull inflation and cost-push inflation, along with their causes.