

Roll No.

BCA-304(N)

B. C. A. (Third Semester) EXAMINATION, Dec., 2019

(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 : All questions are compulsory. Each question carries 3 marks.

1. (A) What are the central problems of an economy ?
- (B) Differentiate between Microeconomics and Macroeconomics.
- (C) What is meant by Price Mechanism ?
- (D) Differentiate between change in demand and shift in demand.

- (E) What do you understand by economies of scale ? Explain briefly.
- (F) Explain briefly the functions of W. T. O.
- (G) What are the causes of inflation on demand side ?
- (H) Role of group of twenty (G-20).
- (I) Write a brief note on full employment.

Section—B

(Long Answer Type Questions)

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

- 2. What do you understand by Perfect Competition ? How is price determined in this market ?
- 3. What is monopolistic competition ? How price and output are determined under it ?
- 4. (a) Explain the types of income elasticity of demand.
(b) The income of customer is ₹ 1,000 and he purchase 20 litre milk. If the income increases to ₹ 1,500, then he purchases 25 litre. Calculate the income elasticity of demand.
- 5. What is Profit ? Make a comparison between 'risk bearing' and 'uncertainty bearing' theories of profit.

Section—C

(Long Answer Type Questions)

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

- 6. Explain the concept of globalization. Give its advantages and disadvantages.

- 7. Write an essay on Export-Import Policy of India.
- 8. What are the main objectives of monetary policy ? What are the limitations of monetary policy in underdeveloped economy ?
- 9. What is National Income ? Explain various methods used for estimating national income in India.