

(4)

DJ-3

4. Explain the law of returns to scale.
5. Describe the different components of fiscal policy.
6. What is the difference between liberalisation and globalisation ?

## SECTION - 'C'

Note :- Attempt any three questions.  $3 \times 7 = 21$

7. What is understood by 'elasticity of demand' ? Explain the concepts of price elasticity, income elasticity and cross elasticity of demand.
8. Explain the determination of consumer equilibrium using the indifference curve analysis.
9. What is national income ? Explain the various methods of measurement of national income.
10. How is the equilibrium price determined under perfect competition ? Explain.
11. Explain the role of liberalisation, privatisation and globalisation in the new economic policy.

+++

Copies 3500

Total No. of Questions : 11 Total No. of Printed Pages : 4

DJ-3

B.B.A. I<sup>st</sup> Semester Examination, 2015-16

Economics

Paper - B-103

Time : 3 Hours]

[Maximum Marks : 35

SECTION - 'A'

onlinebu.com

1. (i) As the price of a good increases, the change in the quantity demanded can be shown by :
  - (a) Shifting the demand curve leftward
  - (b) Shifting the demand curve rightward
  - (c) Moving down along the same demand curve
  - (d) Moving up along the same demand curve
- (ii) With a change in price if the quantity demanded of a good remains the same, the Co-efficient of price elasticity of demand is :

P.T.O.

41

(1)

(2)

DJ-3

- (a) equal to 1  
 (b) less than 1  
 (c) greater than 1  
 (d) zero  
 (e) Infinity
- (iii)  $MRS_{xy}$  is the :  
 (a) Slope of the demand curve  
 (b) Main indifference curve in the indifference map  
 (c) Demand curve  
 (d) Slope of indifference curve
- (iv) The supply curve is upward sloping because :  
 (a) as the price increases, so do costs  
 (b) as the price increases, consumers demand  
 (c) as the price increases, supplier can earn higher level of profit  
 (d) None of the above
- (v) Deficit Financing is :  
 (a) borrowing from RBI  
 (b) Borrowing from commercial banks  
 (c) Issue of fresh currency  
 (d) a & b only  
 (e) a & c only

(3)

DJ-3

- (vi) What is the name of the proposed micro and SME development finance unit announced in budget 2015-16 ?  
 (a) MUDRA Bank  
 (b) Bandhan  
 (c) Fino Pay Fech  
 (d) National Securities Depository Limited
- (vii) Rapid interconnectoin between countries is known as :  
 (a) Privatisation (b) Globalisation  
 (c) Liberalisation (d) Socialisation
- (viii) Privatisation means :  
 (a) Removal of unnecessary restrictions on trade  
 (b) Reduced government intervention  
 (c) Promoting modern techniques of production  
 (d) None of the above

onlinebu.com

## SECTION - 'B'

Note :- Attempt any three questions.

3×3=9

- Explain the law of demand.
- Explain the concept of consumer surplus.

P.T.O.