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Reg. No.:						

Question Paper Code: GG 1503

M.B.A. DEGREE EXAMINATION, AUGUST 2010.

First Semester

DBA 1603 — ECONOMIC FOUNDATIONS OF BUSINESS ENVIRONMENT

(Regulation 2009/2007)

Time: Three hours

Maximum: 100 marks

Answer ALL questions.

PART A — $(10 \times 2 = 20 \text{ marks})$

- 1. How do you measure inflation?
- 2. State some of the methods of savings.
- 3. How does maturity rate of business cycle affect economy?
- 4. What is fiscal policy?
- 5. Why is there demand for money?
- 6. What is money market equilibrium?
- 7. What is a commodity market?
- 8. Give any two reasons for unemployment.
- 9. What is an external sector?
- 10. What is trade multiplier?

PART B — $(5 \times 16 = 80 \text{ marks})$

11. (a) State the various methods of measuring national income.

Or

- (b) Critically examine the balance of payment position of India. Also explain how it affects the exchange rate.
- 12. (a) Elaborate on the Keynesian perspectives of national income.

Or

- (b) Discuss the business cycle in detail.
- 13. (a) Critically examine the Indian monetary policy.

Or

- (b) Give an analysis of money market.
- 14. (a) How does commodity market differs from money market? How is it related to inflation?

Or

- (b) State the ways and means of tackling unemployment.
- 15. (a) Discuss the documents involved in international trade.

Or

(b) How does liberalisation and multinational players affect Indian economy?