

Roll No.

BCA-304(N)

B. C. A. (Third Semester) EXAMINATION, Dec., 2013

(New Course)

Paper Fourth

BUSINESS ECONOMICS

Time : Three Hours]

[Maximum Marks : 75

Note : Attempt *two* questions from Section A and any *seven* questions from Section B. Question No. 15 of Section C is compulsory.

Section – A

(Numerical/Analytical/Problematic Questions)

Note : Each question carries 10 marks.

1. What is the difference between micro and macro economics ? Discuss the interrelationship between the two.
2. State and explain the law of variable proportion with the help of a suitable diagram.
3. Distinguish between Demand-Pull and Cost-Push inflation. Discuss the various factors responsible for causing demand-pull inflation.

Section – B

(Short Answer Type Questions)

Note : Each question carries 6 marks.

4. Define Production Possibility curve and discuss its uses.

P. T. O.

5. What is law of demand ? Why does the demand curve slope downwards from left to right ?
6. What is the difference between income elasticity of demand and cross elasticity of demand ? What do you understand by positive and negative cross elasticity of demand ?
7. Discuss the laws of returns to scale with the help of suitable diagrams.
8. Diagrammatically explain the short-run equilibrium of a firm operating in a perfectly competitive market.
9. Define a 'monopoly' market. What are the characteristics of monopoly market ?
10. What do you understand by product differentiation ? In which type of market is it possible to differentiate the products and make profit ?
11. Define 'unemployment.' Suggest a few measures to eradicate unemployment in India.
12. What are the features of business cycle ?
13. Discuss the objectives of fiscal policy.
14. What are the objectives and functions of W. T. O. ?

Section - C

(Long Answer Type Questions)

15. Distinguish between perfectly competitive market and monopoly market. Make a comparison of price and output determination in the above two markets. Support your answer by drawing suitable diagrams. 13