

2017

( 5th Semester )

COMMERCE

Paper No. : BC-502

( **Business Environment** )

*Full Marks : 70*

*Pass Marks : 45%*

*Time : 3 hours*

( PART : B—DESCRIPTIVE )

( *Marks : 45* )

*The figures in the margin indicate full marks  
for the questions*

1. (a) What is business environment? Explain the features and importance of business environment. 2+3+4=9

*Or*

- (b) Discuss the components of business environment. 9

2. (a) What do you mean by industry?  
Enumerate the classification of  
industry. 3+6=9

Or

- (b) Discuss the saving-investment model. 9

3. (a) What is unemployment? Explain the  
causes of unemployment. 3+6=9

Or

- (b) What is inflation? Explain the different  
types of inflation. 2+7=9

4. (a) Explain the industrial policies of 1991. 9

Or

- (b) Discuss the advantages and  
disadvantages of Foreign Direct  
Investment.

5. (a) Explain in detail the major policies of  
12th Five-Year Plan. 9

Or

- (b) Briefly explain the achievement and  
failure of Five-Year Plans.

\*\*\*

2017

( 5th Semester )

**COMMERCE**

Paper No. : BC-502

**( Business Environment )**

( PART : A—OBJECTIVE )

( Marks : 25 )

*The figures in the margin indicate full marks for the questions*

1. State whether the following statements are *True (T)* or *False (F)* by putting a Tick (✓) mark : 1×5=5

(a) Reference to the environment has also been made in the Directive Principles of State policy as well as Fundamental Rights.

( T / F )

(b) Savings is income spent or deferred consumption.

( T / F )

(c) Regional disparity means differences in per capita income, literacy rates, etc.

( T / F )

(d) Foreign investment in India was initially regulated by the Foreign Exchange Regulation Act, 1999.

( T / F )

(e) The Mahalanobis model addresses different issues pertaining to economic development.

( T / F )

2. Choose the most appropriate answer and place its code in the brackets provided : 1×5=5

(a) The Noise Pollution (Regulation and Control) Amendment Rules was passed in

(i) 2001

(ii) 2002

(iii) 2003

(iv) 2004

(     )

(b) The Government of India allowed FDI up to 100% on the automatic route for most activities in the year

(i) 2000

(ii) 2001

(iii) 2002

(iv) 2003

(     )

(c) When prices are gently rising, it is referred as

(i) moderate inflation

(ii) walking inflation

(iii) creeping inflation

(iv) chronic inflation

( )

(d) Certain percentage of bank deposits which the banks are required to keep with RBI in the form of reserves or balances is called

(i) credit ceiling

(ii) bank rate

(iii) cash reserve ratio

(iv) statutory liquidity ratio

( )

(e) The 11th Five-Year Plan is from

(i) 2002-2007

(ii) 2007-2012

(iii) 2012-2017

(iv) None of the above

( )

3. Fill in the blanks :

1×5=5

(a) The department of environment was established

in India in .....

(b) ..... is the process of determining what a company will receive in exchange for its product.

(c) Self-employment programmes for poverty alleviation was started in the year

.....

(d) The RBI Act was passed in the year

.....

(e) The main aim of the 1st Five-Year Plan was

.....

4. Write short notes on any *five* of the following :  $2 \times 5 = 10$

(a) Economic environment

(b) Components of environment

(c) Savings and investments

(d) Concept of finance



(e) Poverty

(f) Parallel economy

(g) Industrial licensing

(h) Devaluation

(i) Resource allocation

\*\*\*