

**BE/BC-502**

**2 0 2 1**

( 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) Explain various components of Indian business environment. 9

*Or*

- (b) Define the term Business Environment. Discuss the various features of business environment. 2+7=9

2. (a) What do you mean by price? Explain various types of pricing. 2+7=9

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( Turn Over )

( 2 )

*Or*

(b) Discuss the various classifications of industries. 9

3. (a) What is poverty? Discuss the causes of poverty. 2+7=9

*Or*

(b) What are the causes of sickness of small-scale industries? Discuss the remedial measures for industrial sickness. 5+4=9

4. (a) Distinguish between Fiscal Policy and Monetary Policy. 9

*Or*

(b) Explain advantages and disadvantages of Foreign Direct Investment. 9

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

*Or*

(b) Discuss the history of planning in India. What were the objectives of 1st Five-Year Plan? 4+5=9

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**2 0 2 1**

( 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.** Tick (✓) the correct answer in the brackets provided :

1×10=10

(a) The environment, which refers to the factors that affect the consumers, is

(i) economic ( )

(ii) political ( )

(iii) cultural ( )

(iv) legal ( )

(b) By which Act does the government check restrictive trade?

(i) MRTP Act ( )

(ii) FEMA Act ( )

(iii) Industrial Act, 1991 ( )

(iv) None of the above ( )

(c) Which among the following is not opened for private sector?

(i) Railways ( )

(ii) Telecom ( )

(iii) Education sector ( )

(iv) Power sector ( )

(d) Globalization is the term used to describe process of removal of restriction on

(i) investment ( )

(ii) foreign trade ( )

(iii) Both (i) and (ii) ( )

(iv) None of the above ( )

- (e) Which one is not the main objective of Fiscal Policy in India?
- (i) To promote employment opportunities ( )
  - (ii) To minimize the inequalities of income and wealth ( )
  - (iii) To promote price stability ( )
  - (iv) To increase liquidity in economy ( )
- (f) Currency notes and coins are called as
- (i) fiat money ( )
  - (ii) legal tenders ( )
  - (iii) fiat money ( )
  - (iv) Both (ii) and (iii) ( )
- (g) Competition is beneficial to the competing firms besides benefiting the
- (i) producers ( )
  - (ii) intermediaries ( )
  - (iii) finances ( )
  - (iv) consumers ( )

(h) The Father of Indian Planning is

- (i) Jawaharlal Nehru ( )
- (ii) Mahatma Gandhi ( )
- (iii) B. R. Ambedkar ( )
- (iv) M Vishweswaraih ( )

(i) The Sick Industrial Companies Act was passed by

- (i) Legislature ( )
- (ii) Parliament ( )
- (iii) Judiciary ( )
- (iv) Public ( )

(j) Which of the following is not a feature of Indian Planning?

- (i) Development Planning ( )
- (ii) Indicative Planning ( )
- (iii) Democratic Planning ( )
- (iv) Centralised Planning ( )

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

(a) The Department of Environment was established in 1986.

( T / F )

(b) Investment is the property acquired for future income.

( T / F )

(c) Cyclical unemployment is the main problem in India.

( T / F )

(d) First Five-Year Plan was an agriculture plan.

( T / F )

(e) Creeping is when prices are falling continuously.

( T / F )

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( 6 )

3. Write notes on any *five* on the following :      2×5=10

(a) Socio-cultural environment



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( 7 )

(b) Seasonal unemployment

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(c) Privatization

( 9 )

(d) Mahalanobis model

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(e) Savings

( 11 )

(f) Cash reserve ratio

( 12 )

(g) Small-scale industries

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