

BBA 2<sup>nd</sup> sem.

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47(2) INES 2-2

2011

**INDIAN ECONOMIC SCENARIO**

**Paper : 2-2**

*Full Marks : 80*

*Time : Three hours*

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

1. Choose the correct answer : 1×6=6

(a) The \_\_\_\_\_ is a systematic record of all the economic transactions of the country with that of the rest of the world.

(i) Balance of trade

(ii) Balance of transactions

(iii) The Budget

(iv) Balance of Payments.

*Contd.*

- (b) The last round of GATT ended in
- (i) Uruguay
  - (ii) Cancun
  - (iii) Mexico
  - (iv) None of the above.
- (c) The WTO is an organisation for
- (i) Promotion of free trade
  - (ii) Framing rules and regulations of International trade.
  - (iii) For settling trade disputes.
  - (iv) All of the above.
- (d) \_\_\_\_\_ refers to that portion of the total deposits of a commercial bank which has to be kept in the form of cash reserves.
- (i) CRR
  - (ii) SLK
  - (iii) Bank rate
  - (iv) Repo rate.

- (e) Which of the following measures were adopted to promote globalization for the Indian economy ?
- (i) Import liberalization
  - (ii) Convertibility of the rupee
  - (iii) Relaxation of foreign capital inflow
  - (iv) All of the above.
- (f) \_\_\_\_\_ refers to removal of previous government restrictions.
- (i) Privatisation
  - (ii) Globalization
  - (iii) Dis-investment
  - (iv) Liberalization.

2. Answer in brief :

2×5=10

- (a) What do you mean by FDI (foreign direct investment) ?
- (b) Define a MNC.
- (c) What is a free-trade policy ?
- (d) What do you mean by grass-root planning ?
- (e) What is a deficit budget ?

3. Answer the following :  $6 \times 4$

- (a) Which are the non-banking financial institutions? What is their importance for the Indian economy?
- (b) What are the advantages of globalization for the Indian economy?
- (c) Explain the importance of forming Regional and economic trade blocks. Give two examples of them.
- (d) What are the different components of economic environment?

4. Answer **any five** from the following :  $8 \times 5 = 40$

- (a) What are the problems of small and medium scale industries in India? What remedial measures can be taken by the government to solve them?
- (b) Analyze the importance of the World Bank and its role towards the Indian economy.
- (c) What is the present economic environment of India like, post 1991 economic reforms?

- (d) What do you mean by monetary policy? What are the objectives of monetary policy in India?
- (e) What are the main causes of dis-equilibrium in India's balance of payments position? Has it improved after the post-globalization policy?
- (f) Discuss the broad objectives of India's current five-year plan.
- (g) One of the important part of India's trade policy was the setting up of SEZ's. What are SEZ's? And what is the objective of setting up SEZ's?
- (h) What do you mean by a government budget? What are the different components of India's Revenue and Capital budget?