Total No.	of Questions	:5]
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M.B.A.

102: ECONOMIC ANALYSIS FOR BUSINESS DECISIONS (2013 Pattern) (Semester - I)

Time: 2½ Hours] [Max. Marks:50

Instructions to the candidates:

- 1) Answer five questions.
- 2) All questions carry equal marks.
- **Q1)** a) Define 'business economics'. Explain its role to take business decisions.

OR

- b) Explain the contribution of Adam Smith in business economics with his invisible hand theory.
- **Q2)** a) What is price elasticity of demand? Explain various kinds of price elasticity with suitable examples.

OR

- b) What is the concept of 'Oligopoly'? Explain the concept of price rigidity with the help of kinked demand curve.
- **Q3)** a) What is the concept of cost volume profit analysis? Discuss its merits and de-merits.

OR

- b) Write short notes on (any two):
 - i) Decision tree analysis,
 - ii) Hedging.
 - iii) Opportunity cost.
 - iv) Break even point analysis.

P.T.O.

Q4) a) What is the concept of 'capital market'? Explain its role and functions in Economics.

OR

- b) What is RBI? Explain its role and functions in Indian economy.
- **Q5)** a) What is the concept of foreign trade? Explain the role of WTO in foreign trade.

OR

- b) Differentiate between the following terms (any two):
 - i) Capital account and revenue account.
 - ii) Planned expenditure and non planned expenditure.
 - iii) Revenue deficit and fiscal deficit.

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