



## BRAINWARE UNIVERSITY

**Term End Examination 2021 - 22**  
**Programme – Bachelor of Business Administration**  
**Course Name – Macro Economics for Business**  
**Course Code - BBA202**  
**( Semester II )**

**Time allotted : 1 Hrs.25 Min.**

**Full Marks : 70**

[The figure in the margin indicates full marks.]

**Group-A**

(Multiple Choice Type Question)

1 x 70=70

*Choose the correct alternative from the following :*

- (1) The Rational Expectation model was propounded by
 

a) Robert Lucas	b) Milton Friedman
c) Martin King	d) David Brown
- (2) Some examples of service sector employment are
 

a) Financial Services	b) Insurance and Banking
c) Health Services	d) All the above
- (3) The first public sector bank in India which obtained license for internet banking from RBI's
 

a) SBI	b) PNB
c) AXIS	d) HDFC
- (4) Good Governance has the following features
 

a) Accountable	b) Transparent
c) Equitable	d) All the above
- (5) The Seventh five Year Plan covered the period from
 

a) 1985-1990	b) 1980-1990
c) 1975-1978	d) 1890-1896
- (6) Investment and rate of interest are
 

a) Linear direct	b) Parabolic
c) Linear inverse	d) Elliptical
- (7) The rate at which the Central Monetary Authority borrows money from commercial bank is known as the
 

a) Reverse Repo Rate	b) Repo Rate
c) Repo Reverse Rate	d) Reverse Rate
- (8) The condition of a economy with high inflation and high unemployment is known as

- a) Stagflation  
c) Depression
- b) Recession  
d) Expansion
- (9) Inflation is everywhere and always a monetary phenomenon is the famous comment of  
a) Dr. Amarty Sen  
c) M Visvesvaraya
- b) Jawaharlal Nehru  
d) Milton Friedman
- (10) Which of the following is not an objective of taxation?  
a) to reduce disparities in income  
c) to control inflation
- b) to collect revenue from the government  
d) to promote certain sectors of the economy
- (11) Inflation Stage I is known as  
a) hyper inflation  
c) Galloping Inflation
- b) Crawling Inflation  
d) Walking Inflation
- (12) Inflation Stage IV is known as  
a) hyper inflation  
c) Galloping Inflation
- b) Crawling Inflation  
d) Walking Inflation
- (13) A country which is well endowed with capital as compared to labour is called  
a) capital abundant country  
c) raw material abundant country
- b) labour abundant country  
d) All the above
- (14) Which Development Goal emphasized on Improved Nutrition , Healthy Life for all and availability and Sustainable Management of Water and Sanitation as its critical components?  
a) Sustainable Development Goals (2015)  
c) Economic and Social Development
- b) Cultural Development  
d) Political Development
- (15) The first Five year Plan was based on  
a) Harrod Domar Model  
c) cost index model
- b) segmentation model  
d) none of the above
- (16) The long run average cost curve is  
a) W Shaped  
c) Dome Shaped
- b) V shaped  
d) U shaped
- (17) Macro environment relates to internal matters of business such as  
a) Size of the business  
c) Products Produced
- b) Policy relating to business  
d) none of the above
- (18) IF  $TR = 5Q + 100$  the  $MR =$   
a) 5  
c) 100
- b)  $5Q$   
d) 10
- (19) Globalization lead to  
a) immobility of labour  
c) restriction of International trade
- b) immobility of capital  
d) non of the above
- (20) Calculate the average fixed cost (AFC), for a level of production  $Q = 20$ , knowing that the total cost function is:  $TC = 200 + 3Q$   
a) 10  
c) 20
- b) 200  
d)  $2Q$
- (21) The market created by a single buyer  
a) Monopoly  
c) Monopsony
- b) Money Market  
d) oligopoly
- (22) An example of Non -Cooperative Duopoly is

- a) Indian Railway  
c) Tata Sky
- b) Coco Cola Pepsi  
d) Maruti Suzuki
- (23) Block Pricing is known as  
a) second degree price discrimination  
c) first degree price discrimination
- b) third degree price discrimination  
d) fourth degree price discrimination
- (24) In Economics which of the following would not be treated as capital?  
a) Road  
c) canal
- b) river  
d) dam
- (25) Textile units in Ahmedabad, Leather units in Agra, software in Noida. The units in this places are said to be enjoying  
a) Economies of Concentration  
c) Economies of Large Scale
- b) Economies of division of labour  
d) Economies of R and D
- (26) Find VC if  $C=12Q+200$   
a)  $12Q$   
c) 12
- b) 200  
d) Q
- (27) When  $G=T$  then the budget is called  
a) Surplus  
c) Deficit
- b) Balanced  
d) Fluctuating
- (28) The shape of the total product curve is  
a) concave  
c) convex
- b) convexo concave  
d) horizontal
- (29) if there is excess demand then price  
a) rises  
c) remains constant
- b) falls  
d) fluctuates
- (30) Factors Causing Oligopoly  
a) Huge capital investment  
c) Mergers
- b) Economies of large scale production  
d) all the above
- (31)  $Q = AL\alpha K\beta$   
a) Endogeneous Growth function  
c) Eulers Rule
- b) Solow Equation  
d) Cobb Douglas Production Function
- (32) Stackelberg's duopoly model is an example of  
a) Non- Collusive Oligopoly  
c) Output Leadership
- b) Price Leadership  
d) Cartel
- (33) In which year was the NABARD set up?  
a) 1987  
c) 1986
- b) 1982  
d) 1984
- (34) This is a type of banking service provided to unemployed or low-income individuals or groups who otherwise would have no other access to financial services.  
a) Gold Loan  
c) Land Lease
- b) Microfinance  
d) Credit Card
- (35) Bombay Stock Exchange (BSE) partners with which bank, to empower Small and Medium Enterprises?  
a) HDFC  
c) Yes Bank
- b) ICICI  
d) AXIS
- (36) A bank is called as —Scheduled Bank when

- a) Its business has crossed Rs. 1000 crore mark      b) It is included in the second Schedule of the R  
BI Act
- c) Its branch network is over 100      d) none of these
- (37) Inflation Stage II is known as
- a) hyper inflation      b) Crawling Inflation
- c) Galloping Inflation      d) Walking Inflation
- (38) The full form of EEC is known as
- a) European Economic community      b) England Economic communit
- c) Euler Economic communit      d) None of these
- (39) Members of the World Trade Organization are required to
- a) Eliminate all tariffs.      b) Allocate quotas on a first come first basis
- c) Prevent their firms from “dumping”      d) Enforce patent rights for patent holders from o  
ther countries
- (40) Fiscal policy Monetary policy and Foreign policy determines the
- a) Legal environment      b) Economic environment
- c) Social environment      d) Political environment
- (41) What is the main objective of IRDA Regulations 2000?
- a) To earn for the Government      b) Protection of policyholder and development o  
f orderly growth of insurance business
- c) Protection of insurance intermediaries      d) Protection of Insurance Company
- (42) Data analysed from 32 countries, constituting about 52% of the world’s population, and re  
ported in , shows that women contribute around US\$3 trillion in healthcare annually.
- a) UNO      b) ILO
- c) UNICEFF      d) the Lancet Commission on Women and Healt  
h
- (43) An instrument of demand management which seeks to influence the level of economic act  
ivity through control of taxation and government expenditure
- a) Fiscal Policy      b) Liquidity trap
- c) Monetary Policy      d) Foreign Policy
- (44) \_\_\_\_\_ is a statistical time-series measure on weighted average of prices of a specified set  
of goods and services purchased by consumers.
- a) XPI      b) CPI
- c) WWF      d) CDS
- (45) This Policy refers to the regulations and agreements that control imports and exports to fo  
reign countries
- a) Fiscal Policy      b) Trade Policy
- c) Monetary Policy      d) Foreign Policy
- (46) This refer to a treaty that is signed by two or more countries to encourage free movement  
of goods and services across the borders of its members
- a) Monetary Policy      b) A bilateral trade agreement
- c) Regional trading agreements      d) Foreign Policy
- (47) This is the regional intergovernmental organization and geopolitical union of states in So  
uth Asia. Its member states are Afghanistan, Bangladesh, Bhutan, India, the Maldives, Ne  
pal, Pakistan and Sri Lanka.
- a) ASEAN      b) NAFTA
- c) SAARC      d) EEC



