Total No. of Pages: 2



M.B.A (Part-I) (Semester-II) (CBCS) (Revised) Examination, December - 2016 BUSINESS ENVIRONMENT(Paper-XVI)

Sub. Code: 57119

Day and Date: Wednesday, 7-12-2016

Total Marks: 80

Time: 2.30 p.m.to 5.30 p.m.

Instructions:

- 1) Question No.1 and No.5 are compulsory.
- 2) Attempt any two from Question No 2,3 and 4
- 3) Figures to the right indicate full marks.

Q1) Case Study

Reserve Bank of India gave a bigger surprise by reducing the repo rate by more than expected extent in its monetary policy, announced on 30th September, 2015. It cut the key policy rate by 50 bps to 6.75% from earlier level of 7.25%. Responding to the impassioned calls from Indian industry, the RBI governor lowered the repo rate by a greater amount than expected with a view to boost domestic investment demand.

Though the concerns over inflation still remain, RBI governor Raghuram Rajan has primarily laid focus on lowering inflation to sustainable levels so far and has largely succeeded in bringing down. inflation levels to below the RBI's own targets. Retail inflation fell to a record low of 3.66% in August, and is expected to stay well below the Rajan's self-imposed target of 6% by January 2016. However, the decline in prices is largely going to be determined by global factors like oil and commodity prices.

- a) What do you mean by Monetary Policy? Explain its important objectives. [10]
- b) What is repo rate? How it is used by the RBI to control inflation in India.
- Q2) a) What is Liberalisation? Explain the important liberalisation measures adopted in India since 1991. [10]
 - b) Elaborate the banking sector reforms introduced in India during the post 1991 period. [10] P.T.O.

CL	2	1	7
SF	-3	4	1

- Q3) a) Discuss the major achievements and failures of 11th Five Year Plan. [10]
 - b) What are Special Economic Zones? Elaborate their advantages and disadvantages. [10]
- Q4) a) Critically evaluate the role of Multinational Corporations in a developing country like India. [10]
 - b) Explain the important provisions of World Trade Organisation (WTO). [10]
- Q5) Write short notes (any Four)

[20]

- a) Economic environment of business.
- b) Role of micro finance.
- c) Money market in India.
- d) Advantages of E-choupal.
- e) World bank.
- f) Business process outsourcing.

/ / /