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(Pre-CBCS)

(5th Semester)

ECONOMICS

EIGHTH (B) PAPER

(Industrial Economics)

Full Marks : 75

Time : 3 hours

(PART : A—OBJECTIVE)

(*Marks : 25*)

The figures in the margin indicate full marks for the questions

SECTION—A

(*Marks : 10*)

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

1×10=10

1. In India, the performance of industries is measured using

- (a) IIP ()
- (b) WPI ()
- (c) CPI ()
- (d) GDP deflator ()

2. Which industrial policy clearly laid down three categories for classification of industries?

- (a) Industrial Policy Resolution, 1948 ()
- (b) Industrial Policy Resolution, 1956 ()
- (c) Industrial Policy Resolution, 1977 ()
- (d) Industrial Policy Resolution, 1980 ()

3. Which type of business organization is popularly known as 'one-man business'?
- (a) Individual ownership ()
 - (b) Private ownership ()
 - (c) Sole proprietorship ()
 - (d) Single proprietorship ()
4. Which of the following is not a property of a joint-stock company?
- (a) Legal entity ()
 - (b) Common seal ()
 - (c) Unlimited liability ()
 - (d) Perpetual existence ()
5. The market area theory of industrial location was put forward by
- (a) Renner ()
 - (b) Weber ()
 - (c) Walter Christaller ()
 - (d) Tord Palander ()
6. The tendency to link formerly separate firms, enterprise or production processes in order to reap economies of scale or finance is known as
- (a) diversification ()
 - (b) vertical integration ()
 - (c) merger ()
 - (d) acquisition ()
7. Which of the following is not an external source of industrial finance?
- (a) Retained earnings ()
 - (b) Equity ()
 - (c) Bonds ()
 - (d) Debenture ()
8. The Industrial Finance Corporation of India (IFCI) was established in
- (a) 1945 ()
 - (b) 1946 ()
 - (c) 1947 ()
 - (d) 1948 ()

9. Which of the following does not directly influence industrial productivity?
- (a) Level of technology ()
- (b) Quality of human development ()
- (c) Type of ownership ()
- (d) Government policy ()
10. The President of the National Productivity Council (NPC) is
- (a) the Prime Minister ()
- (b) the Minister for Industrial Development ()
- (c) Ratan Tata ()
- (d) Mukesh Ambani ()

SECTION—B

(Marks : 15)

Write short notes on the following :

3×5=15

1. Industrial classification
2. Joint-stock company
3. Different types of industrial diversification
4. Distinction between equity and debt
5. Industrial sickness

(PART : B—DESCRIPTIVE)

(Marks : 50)

The figures in the margin indicate full marks for the questions

Answer **five** questions, taking **one** from each Unit

UNIT—I

1. What do you understand by the term 'industrialization'? Explain the role of industries in economic development. 3+7=10
2. Discuss in detail the linkages between industry and other sectors of the economy. 10

UNIT—II

3. What do you mean by multinational corporations (MNCs)? What are their roles and performance in developing countries like India? 3+7=10
4. Differentiate between public and private sectors. Discuss the performance and achievement of public sector enterprises. 4+6=10

UNIT—III

5. Critically analyze Tord Palander's theory of industrial location. 10
6. What are the reasons behind regional imbalances in industrial development in developing countries like India? Suggest suitable measures to tackle these imbalances. 5+5=10

UNIT—IV

7. What are the different modes of industrial finance? Explain the different sources of finance available for industries. 4+6=10
8. Discuss in detail the role of commercial bank in financing industries in India. 10

UNIT—V

9. What do you mean by industrial productivity? What are the factors influencing industrial productivity? 3+7=10
10. What is under-utilization of industrial capacity? Discuss the factors responsible for under-utilization of industrial capacity. 3+4+3=10

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