



I Semester M.Com. (FA) Examination, May 2024  
(CBCS Scheme)  
(2020 – 21 and Onwards)  
**FINANCIAL ANALYSIS**  
**Paper – 1.5 : Indian Economy and Policy**

Time : 3 Hours

Max. Marks : 70

**Instruction : All questions should be answered in English.**

SECTION – A

1. Answer **any seven** out of ten. **Each** question carries **two** marks. (7×2=14)
- What do you mean by Macroeconomics ?
  - Write about the concepts of GDP and GNP.
  - Mention the sources of public revenue.
  - What do you mean by Income elasticity and cross elasticity in demand analysis ?
  - Mention different stages of production.
  - Write the determinants of pricing policy.
  - What do you mean by cardinal and ordinal utility approach ?
  - What do you mean by economic value analysis ?
  - Write the meaning of direct and indirect taxation.
  - What is Price discrimination ?

SECTION – B

Answer **any four** questions out of six. **Each** question carries **five** marks. (4×5=20)

- Explain in brief marginal and behavioural theories of firms.
- Discuss the principles of maximum social advantage.
- Calculate the national income of the country with following details (Values in lakhs) Consumption Rs.10L, Government Expenditure 14L, Investments 24L, Depreciation 2L, Exports 8L, Imports 4L, Net Exports 4L, Foreign Production by National Resident 1L, Domestic Production by Non-Resident 3L.



5. What is public expenditure ? Explain the causes and effect of public expenditure.
6. Explain in brief the pricing in product life cycle.
7. The average amount earned by 110 juniors for a week was Rs. 35,000, while during the same week 90 seniors averaged Rs. 50,000. What were the average earnings for that week for the combined group ?

### SECTION – C

Answer **any two** questions out of four. **Each** question carries **twelve** marks.

(2×12=24)

8. Discuss briefly the estimation of production function, cost theory and estimation.
9. Given the following data, forecast the estimated value of sales for the year 2021 using least square method.

Year	Sales (‘000 units)
2014	210
2015	212
2016	217
2017	220
2018	221
2019	224
2020	226

Find the estimated sales for the year 2021.

10. Discuss in detail the various stages of production.
11. Explain the impact of direct and indirect taxes on production, consumption and distribution in the economy.

### SECTION – D

Answer the following.

(1×12=12)

12. Explain the pricing methods commonly adopted in industries like logistics and supply chains.