

MMS/D09

6202

Business Environment

Paper: CP-104

Time: Three Hours]

Maximum Marks: 70

Note:- Attempt FIVE questions in all. Question No.1 is compulsory.

All questions carry equal marks.

1. Write short answers to the following:
 - (a) What is the composition of current account of balance of payments?
 - (b) How is fiscal deficit in a government budget defined?
 - (c) Name any three indicators of globalisation with one example each.
 - (d) What is value added tax?
 - (e) What is M 3 concept of money supply?
 - (f) List the criteria of dominant position of a firm under Competition Act, 2002.
 - (g) Mention any three major public enterprise reforms in India.
2. Evaluate the current state of growth environment in India. Using leading indicators of business environment discuss whether the economy is emerging out of the current slowdown?
3. What are the main types of political risk to business? How do business organisations conduct political risk analysis? How can an MNC reduce political risk through local equity participation and corporate social responsibility?

4. Distinguish between FDI and FPI : How do massive inflows of FPI effect money supply, interest rates and exchange rate?
5. Discuss recent trends in Index of Industrial Production (IIP) in India. Which sectors have shown negative growth rates in 2008-09? Suggest revival strategy for the country's manufacturing sector.
6. Explain the current public sector disinvestment policy of the government. How does this disinvestment affect environment for investment in the private corporate sector?
7. Give an account of India's export trends in the recent years. What are India's major export issues? How are these addressed at the current round of WTO negotiations?
8. What constitutes competitive environment for business in a country? In what direction should economic reforms proceed further to promote competitive environment in India?

