

**MA ECONOMICS  
SECOND SEMESTER  
INDUSTRIAL ECONOMICS  
MEC – 203 (REPEAT)**

(Use Separate Answer Scripts for Objective & Descriptive)

Duration : 3 hrs.

Full Marks : 70

**( PART-A : Objective )**

Time : 20 min.

Marks : 20

***Choose the correct answer from the following:***

***1 × 20 = 20***

1. The clients under MUDRA Bank are categories as  
a. Shishu                      b. Kishore                      c. Tarun                      d. All the above
2. Under Indian Partnership Act the minimum and maximum number of partners are  
a. 3, 23                      b. 2, 20                      c. 2, 22                      d. 2, 21
3. The operating cycle depends on the  
a. Fixed capital                      b. Working capital  
c. Both A and B                      d. None of the above
4. The maximum number of shareholders in private limited company is  
a. 51                      b. 49                      c. 50                      d. No upper limit exist
5. The percentage of workers in the area is 70 and those engaged in a particular industry is 50, the coefficient of localization is  
a. 0.4                      b. 0.3                      c. 0.2                      d. 0.1
6. Sargent gives more importance to  
a. Geographical location                      b. Working population  
c. Available raw materials                      d. Transportation cost
7. The availability of depreciation funds depends on the capital invested in  
a. Working capital                      b. Fixed capital  
c. Human capital                      d. Raw material
8. A company which holds more than 50% of the issued and paid-up capital of a company, it is called a  
a. Subsidiary company                      b. Holding company  
c. Private company deemed to be public                      d. Public limited company
9. Disadvantages of industrial monopoly  
a. No effort to improve their product                      b. Cost inefficiency  
c. Money transfers from poor to rich                      d. All the above
10. The measure of comparing one's business process and performance with other industry is called  
a. Market analysis                      b. Benchmarking  
c. Product analysis                      d. Both A and B

11. Nasdaq stands for  
 a. National Association of Securities Dealers Automated Quotation  
 b. National Association of Shares Dealers Automated Quotation  
 c. National American of Securities Dealers Automated Quotation  
 d. National American of Stocks Dealers Automated Quotation
12. If  $MI > 1$  then  
 a. Industries attached towards the source of raw materials  
 b. Industries attached towards the source of consumption point  
 c. In between source of raw material and consumption point  
 d. None of the above
13. Certain pitfalls of over utilization of capacity are  
 a. Low quality of products  
 b. Increase pressure of workloads on the employee  
 c. Loss of sales  
 d. All the above
14. If the actual output is 43000 and maximum possible output is 60,000 then the capacity utilization is  
 a. 72%                      b. 70%                      c. 71%                      d. 73%
15. Conversion of money claims or securities into money or cash is  
 a. Investment              b. Disinvestment              c. Finance              d. Capital flow
16. Bhartiya Mahila Bank is merged with State bank of India it is a  
 a. Horizontal merger                      b. Vertical merger  
 c. Conglomerate merger                      d. Amalgamation
17. The IDRs are listed in  
 a. London stock exchange market  
 b. National Association of Securities Dealers Automated Quotation  
 c. Indian Stock Exchange  
 d. New York Stock Exchange
18. The best combination of inputs taking into account their relative price is given by  
 a. Technical efficiency                      b. Productive efficiency  
 c. Factor -price efficiency                      d. X- efficiency
19. Depository Receipts are created by  
 Foreign companies                      b. Domestic companies  
 c. Custodian bank                      d. All the above
20. The descriptive element of Industrial economics is concerned with  
 a. Survey of industries                      b. Information on raw material  
 c. Industrial climate                      d. All the above

[ PART-B : Descriptive ]

Time : 2 hrs. 40 min.

Marks : 50

[ Answer question no.1 & any four (4) from the rest ]

1. What is productivity? Explain the role of competition in productivity. 2+8=10
2. Explain the Weber's theory Industrial location. 10
3. Define the term Merger. What is the different between vertical and horizontal merger? 3+7=10
4. What are Depository Receipts? What are the guidelines issued by SEBI with regards to Indian Depository Receipts? 3+7=10
5. What is Patent? What are the disadvantages of industrial monopoly? 2+8=10
6. Explain the industrial structure? Give a brief description of various type of partnership. 4+6=10
7. What is foreign capital? What are the differences between FDI and FII's? 5+5=10
8. What is efficiency? Explain the term productive efficiency. 2+8=10

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