

Total No. of printed pages = 5

**63/2 (SEM-3) MCO 304**

**2021**

(held in 2022)

**COMMERCE**

(Theory Paper)

Paper Code : MCO-304

**(Business Environment)**

Full Marks – 80

Time – Three hours

The figures in the margin indicate full marks  
for the questions.

A. Choose the correct option for the following  
questions : 1×8=8

1. Companies Act 1956 was replaced by

- (a) Companies Act 1988
- (b) Companies Act 2002
- (c) Companies Act 2010
- (d) Companies Act 2013

[Turn over

2. What is the full form of FERA ?
  - (a) Foreign Exchange Regulation Act
  - (b) Foreign Exchange Regulation Agency
  - (c) Foreign Exchange Repulsive Agent
  - (d) Foreign Expert Regulation Act
3. Liberalisation and privatisation begins in India as a result of
  - (a) New economic policy 1991
  - (b) Industrial (development and regulation) Act 1951
  - (c) Companies Act 1956
  - (d) Partnership Act 1932
4. EXIM policy deals with
  - (a) Only Export
  - (b) Only Import
  - (c) Both (a) and (b)
  - (d) None of the above
5. Social Responsibility of Business refers to the responsibility of business towards
  - (a) Customers
  - (b) Employees
  - (c) Shareholders
  - (d) All of the above

37/63/2 (SEM-3) MCO 304

(2)

6. Which of the following is not a principle of business ethics ?
    - (a) Principle of humanity
    - (b) Principle of rationality
    - (c) Principle of equality
    - (d) None of the above
  7. Which of the following is an indicator of economic environment
    - (a) GDP
    - (b) Stock Market Indices
    - (c) Rate of employment
    - (d) All of the above
  8. Which of the following is an example of external factor of business environment
    - (a) Employees
    - (b) Labour Union
    - (c) Value System
    - (d) All of the above.
- B. Answer the following questions :  $4 \times 4 = 16$
1. What is corporate Governance ? What are the characteristics of Good Corporate Governance ?  $2+3=5$
  2. Briefly explain the components of business environment.

37/63/2 (SEM-3) MCO 304

(3)

[Turn over

3. Explain some of the benefits of foreign collaboration.

4. Write short note on FEMA.

C. Answer the following questions :  $14 \times 4 = 56$

1. Explain the characteristics of business environment. Why it is important to have knowledge of business environment for the better operation of business organizations?

$7+7=14$

Or

Explain the role of the government towards the business. Illustrate how regulatory control role of the government towards the business is exercise in India.

$7+7=14$

2. Explain the reason why being socially responsible is becoming more and more important for the business organisations. Give some argument against the social responsibility of business.

$7+7=14$

Or

What is business ethics? Explain how to determine ethical action and decision in an organisation? State some of the advantages of managing ethics in the workplace.

$2+6+6=14$

3. Explain the changing legal dimensions in the post independent India. 14

Or

Describe the Competition Act. Write the differences between the Competition Act, and the MRTP Act.  $7+7=14$

4. What do you mean by disinvestment and how it is different from privatisation? State some of the merits and demerits of disinvestment.

$7+7=14$

Or

Briefly explain the feature of New Industrial Policy 1991. State some of the merits of New Industrial Policy 1991.  $7+7=14$