

**B.A. (Honours) Examination, 2019**

**Semester–IV**

**Economics**

**Course– S-1.4.4.P.6 (Subsidiary)**

**(For Back Candidates)**

**Time: Three Hours**

**Full Marks: 40**

*Questions are of value as indicated in the margin.*

Answer **any four** questions.

1. Explain the reason behind development of large scale industries in India in the Second Five Year Plan. Did the industrialization succeed? Explain your opinion. 7+3
  2. Explain the various problems of the small scale and cottage industries in India. In this context, discuss in brief the various policies of the government to promote small scale and cottage industries in India. 5+5
  3. Explain the problems of large scale industries in India. What do you think should be done to improve conditions of large scale industries in India? 7+3
  4. Explain the various sources of revenue earned by the Indian Government. How can revenue be increased in your opinion? 7+3
  5. Explain the problems of Centre-State financial relations in India. How can they be improved? 7+3
  6. Why is foreign investment necessary for India? In this context, distinguish between Foreign Direct Investment (FDI) and Foreign Institutional Investment (FII). Which one according to you is more important for the country? 5+3+2
  7. Explain how the Reserve Bank of India (RBI) controls money supply in the economy. In this context, explain the relation between money supply and inflation. 7+3
  8. Write short notes on the following: 5+5
    - (a) Indian budget
    - (b) Changing pattern of Indian trade
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