



Avinashilingam Institute for Home Science and Higher Education for Women

(Deemed to be University Estd. u/s 3 of UGC Act 1956, Category A by MHRD)

Re-accredited with A++ Grade by NAAC. CGPA 3.65/4, Category I by UGC

Coimbatore - 641 043, Tamil Nadu, India

Continuous Internal Assessment Test II – October, 2025

Semester - III

Class : II B.A.

Major : Economics

Time: 2 hours

Maximum Mark: 60

23BECGE1–Current Economic Affairs

Course Outcome:

1. Know the basic features of Indian Economy.
2. Comprehend the significance of Agriculture and industry in economic development.
3. Evaluate the recent monetary and fiscal policy.
4. Review the recent tax reforms in India.
5. Assess the impact of economic reforms on Indian Economy.

Part - A

6 X 1= 6

Choose the Correct Answer

1. In India, small-scale industries are mainly characterized by **(CO3, K3)**
 - a) High capital investment
 - b) Labour-intensive techniques
 - c) Large-scale production
 - d) Heavy use of machinery
2. The New Industrial Policy of India was announced in **(CO3, K3)**
 - a) 1947
 - b) 1956
 - c) 1977
 - d) 1991
3. The main objective of monetary policy is **(CO4, K4)**
 - a) To promote foreign trade
 - b) To control money supply and credit
 - c) To increase subsidies
 - d) To frame taxation rules
4. The main objective of fiscal policy is **(CO4, K4)**
 - a) Control of foreign exchange
 - b) Management of taxes and public expenditure
 - c) Fixing wage rates
 - d) Deciding interest rates
5. The New Economic Reforms in India were introduced in **(CO5, K4)**
 - a) 1985
 - b) 1991
 - c) 1995
 - d) 2000
6. The Structural Adjustment Programme (SAP) mainly focuses on **(CO5, K4)**
 - a) Subsidies and protectionism
 - b) Economic reforms and stabilisation
 - c) Agricultural loans only
 - d) Import restrictions

Part - B

Answer the following

3 X 6=18

Answers should not exceed 400 words or two pages

7. (a) State the differences between Small-Scale Industries and Large-Scale Industries. **(CO3, K3)**
(OR)
7. (b) Explain the role of the service sector in Indian economy. **(CO3, K3)**
8. (a) Discuss the objectives and instruments of monetary policy in India. **(CO4, K4)**
(OR)
8. (b) Explain the concept of Centre and State financial relations. **(CO4, K4)**
9. (a) Explain the role of MNCs in India's industrial and service sectors. **(CO5, K4)**
(OR)
9. (b) Discuss the advantages and disadvantages of Globalisation. **(CO5, K4)**

Part -C

Answer the following

3 x12=36

Answer should not exceed 800 words or four pages

10. (a) Evaluate the New Industrial Policy and its impact on Indian economy. **(CO3, K3)**
(OR)
10. (b) Explain the advantages and disadvantages of globalization for Indian Industries **(CO3, K3)**
11. (a) Differentiate monetary policy and fiscal policy. **(CO4, K4)**
(OR)
11. (b) Discuss the recent tax reforms in India. **(CO4, K4)**
12. (a) Elaborate the role of IMF and World Bank in Structural Adjustment Programme. **(CO5, K4)**
(OR)
12. (b) Evaluate the New Economic Reforms (LPG) and their impact on India's economy. **(CO5, K4)**