



Rayat Shikshan Sanstha's
RAJARSHI CHHATRAPATI SHAHU COLLEGE, KOLHAPUR

Department of Economics

Class: - B.Com-II (IT)

Paper – Business Economics

Unit Test - 3



Day:- Tuesday

Date:-28/03/2023

Time: - 09:00 to 10:00

Mark -20

Q.1. Select the correct option to complete the given sentences.

1. The trough of a business cycle occurs when _____ hits its lowest point. (05)

- A. Inflation
B. The money supply
C. Aggregate economic activity
D. The unemployment rate

2. The low point in the business cycle is referred to as the

- A. Expansion.
B. Boom.
C. Trough.
D. Peak.

3. When aggregate economic activity is increasing, the economy is said to be in

- A. An expansion.
B. Contraction.
C. Peak.
D. Turning point.

4. In a boom

- A. Unemployment is likely to fall`
B. Prices are likely to fall
C. Demand is likely to fall
D. Imports are likely to fall

5. Peaks and troughs of the business cycle are known collectively as

- A. Volatility.
B. Turning points.
C. Equilibrium points.
D. Real business cycle events.

Q.2. Write Short notes (Any One) (05)

- A) Business cycles
B) Recovery
C) Recession

Q.3. Write the answers of following questions.

A) Explain features of Business cycles? (10)

OR

B) Explain phases of Business cycles?