



RAYAT SHIKSHAN SANSTHA'S

**RAJARSHI CHHATRAPATI SHAHU COLLEGE,
KOLHAPUR**



Department of Economics

Class: - B.Com-II (IT)

PAPER – BUSINESS ECONOMICS

Unit Test - 4

Day:- Friday
Date:-28/04/2023

Time: - 09:00 to 10:00
Mark -20

Q.1. Select the correct option to complete the given sentences. (5)

1. Non-rival in consumption is a characteristic of ----- goods.

- A) Private Goods
- B) Public Goods
- C) Consumer Goods
- D) Producer Good

2. Excludability in consumption is a characteristic of ----- goods.

- A) Durable Good
- B) Consumer Good
- C) Private Good
- D) Public Good

3. The additional burden (marginal sacrifice) resulting from an additional unit of taxation goes on -----

- A) Decreasing
- B) Increasing
- C) Evaded
- D) Avoided

4. 'Market Failure' occurs when some costs and/or benefits are not fully reflected in -----.

- A) Market Price
- B) Profit
- C) Investment
- D) Sacrifice

5. -----is achieved at the point where $MSB=MSS$.

- A) Marginal Social Loss
- B) Maximum Social Advantage
- C) Maximum Social Sacrifice
- D) Maximum Social Disadvantage

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

- A) Public Finance Nature
- B) Recovery
- C) Hawtrey trade cycle

Q.3. Write the answers of following questions. (Any One)

A) Explain Control of trade cycles? (10)

OR

B) Explain phases of Business cycles?