



LOYOLA COLLEGE (AUTONOMOUS), CHENNAI – 600 034

M.A. DEGREE EXAMINATION – ECONOMICS

FOURTH SEMESTER – APRIL 2016

EC 4816 - ENTREPRENEURIAL ECONOMICS

Date: 23-04-2016
Time: 09:00-12:00

Dept. No.

Max. : 100 Marks

PART-A

Answer any five in 75 words each

(5x 4 = 20Marks)

1. Define Intrapreneur. Illustrate with Suitable example.
2. What are the principles of innovation?
3. Bring out the basis of classification used by Danhof.
4. What is capital structure?
5. List out the different phases of Project Life Cycle.
6. Bring out the types of Project Objectives.
7. State the facilitating factors that motivate an entrepreneur.

PART- B

Answer any four in about 250 words each

(4 x 10=40Marks)

8. State and explain the problems associated with Women entrepreneurs.
9. Explain the role of entrepreneurship in economic development.
10. Bring out the conceptual models for entrepreneurship in various cultural contexts.
11. Explain the various criteria for selecting a particular project.
12. A project requires initial investment of Rs 85000 and is expected to give cash flows of Re 18,000, Rs.25000, Rs.10000, Rs.10, 000, Rs 25,000 and Rs 30,000 for 5 years respectively. The project has a salvage value of Rs 10,000. The company’s target rate of return is 10% calculate the profitability of the project by using profitability index method.
13. Classify entrepreneurs according to the type of business.
14. Discuss the role played by the Government in entrepreneurial development.

PART-C

Answer any Two in about 900 words each

(2x 20= 40Marks)

15. Discuss the various theories of entrepreneurship.
16. Explain the factors influencing entrepreneurship and barriers for the same.
17. Discuss the institutions that offer financial support to the entrepreneurs.
18. A firm whose cost of capital is 10% is considering two mutually exclusive projects X and Y, the details which are :

	Year	Project X	Project Y
Cost	0	Rs. 70000	Rs70000
Cash Inflows	1	10000	50000
	2	20000	40000
	3	30000	20000
	4	45000	10000
	5	60000	10000

Compute the Net Present Value, Profitability Index and Internal rate of return for the two projects
