Total No. of Questions : 5]   [Total No. of Printed Pages : 7

(2103)

BBA (CBCS) RUSA IIIrd Semester Examination

3541

MACROECONOMICS

(Core Course)

Paper : BBA–301

Time : 3 Hours]   [Maximum Marks : 70

Note :– Attempt all questions from each part. Question no. 1 is compulsory.

Part–A

(Compulsory Question)

1. (A) Multiple choice question (Attempt each subpart of this question) :

    (i)   Which of the following does not come under the scope of macroeconomics ?

        (a)   Inflation

(b) Growth and development

(c) Partial equilibrium

(d) Monetary policy

(ii) Which one includes depreciation ?

(a) GNP at Market Price

(b) NNP at Market Price

(c) NNP at factor cost

(d) None of these

(iii) Real National income refers to :

(a) National income at current prices

(b) National income at factor prices

(c) National income at constant prices

(d) National income at past prices

(iv) As per classical theory production is a function of :

(a) Labour

(b) Price

(c) Level of employment

(d) Both (a) and (c)

(v) Quantity of money and value of money are :

   (a) Directly related

   (b) Inversely related

   (c) Not related

   (d) None of these

(vi) According to Keynes saving is function of :

   (a) Rate of Interest

   (b) Income

   (c) Consumption

   (d) Taxes

(vii) Multiplier and MPC are :

   (a) Directly related

   (b) Inversely related

   (c) Not related

   (d) None of these

(viii) Disequilibrium in the money market will

occur if :

(a) Demand for money > Supply of

money

(b) Demand for money < Supply of

money

(c) Demand for money = Supply of

money

(d) Both (a) and (b)

(ix) Balance of trade is the difference between :

(a) Import and export of goods

(b) Import and export of services

(c) Import and export of capital

(d) None of these

(x) Demand for foreign currency and rate of exchange are :

(a) Inversely related

(b) Directly related

(c) Not related

(d) Proportionately related $\quad 1\frac{1}{2}\times10=15$

(B) Write short notes on any *five* of the following :

(i) Gross Domestic Product

(ii) National Income Accounts

(iii) Multiplier

(iv) Monetary Policy

(v) Factors determining money demand

(vi) Under employment equilibrium

(vii) Functions of money

(viii) Components of aggregate demand $\quad 3\times5=15$

Part-B

2. Define National income. Explain the different methods of measuring National Income.

10

Or

Explain the quantity theory of money.

Part-C

3. Define ISLM. Explain properties of ISLM curve.

Or

State Keynesian theory of income and employment. 10

Part-D

4. Explain the indicators and instruments of monetary control.

Or

Define inflation. Explain the causes and remedies of inflation.

10

Part-E

5. Distinguish between fixed and floating exchange rates. Explain their merits and demerits.

C–686 (6)

Or

Define balance of payment. Explain the main items of balance of payments.   10