Roll No. ☐☐☐☐☐☐☐☐☐☐☐☐ **Total No. of Pages : 02**

Total No. of Questions : 07

B.Com (2011 & onwards) (Sem.–2)

MACRO ECONOMICS

Subject Code : BCOP-202

Paper ID : [B1118]

Time : 3 Hrs. **Max. Marks : 60**

INSTRUCTION TO CANDIDATES :

1. **SECTION-A is COMPULSORY consisting of TEN questions carrying TWO marks each.**
2. **SECTION-B contains SIX questions carrying TEN marks each and a student has to attempt any FOUR questions.**

SECTION-A

1. Write briefly :

(a) What is Voluntary unemployment?

(b) Explain briefly the difference between Classical and Keynesian theory of employment.

(c) Discuss the determinants of consumption function.

(d) Explain Autonomous and Induced Investment.

(e) Discuss main leakages of multiplier.

(f) What are the two main determinants of Marginal efficiency of capital?

(g) Meaning of Monetary policy.

(h) What is Deficit financing?

(i) Discuss the concept of Inflationary gap.

(j) Explain Philips curve.

SECTION-B

2. Explain Say's Law of Markets. Discuss Keynesian criticism of Say's Law of Markets.

3. State and explain Keynes Psychological Law of consumption along with its importance in the determination of income and employment in the economy.

4. Explain the concept of Multiplier. Show its forward and backward working.

5. What is trade cycle? Explain the various phases of a trade cycle.

6. Define Monetary policy. What is the importance of monetary policy in the economic development of under developed countries?

7. Define inflation. Explain the Cost push theory of inflation.