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Total No. of Pages: 02

Total No. of Questions: 07

B.Com. (2011 & Onwards) (Sem. – 2)

MACRO ECONOMICS

M Code: 22009

Subject Code: BCOP-202/203

Paper ID: [B1118]

Time: 3 Hrs.

Max. Marks: 60

INSTRUCTIONS 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 students have to attempt any **FOUR** questions.

SECTION A

Answer to each shall be given in 2-5 lines.

1.
 - a) Define Domestic Income or Product.
 - b) Define Speculative Demand for money.
 - c) What is Linear Consumption Function?
 - d) What do you mean by Autonomous Investment?
 - e) What do you mean by Leakages of Multiplier?
 - f) What is Depression?
 - g) What do you mean by Marginal Efficiency of Capital?
 - h) What is Bank Rate Policy?
 - i) Define Surplus Budget.
 - j) Define Demand Pull inflation.

SECTION B

2. State and explain the main propositions of Say's Law of Markets. On what grounds Keynes criticized them?
3. Explain the factors influencing consumption function. Also discuss the measures to raise the propensity to consume.
4. "The Multiplier works both forward and backward". Elaborate. Also discuss the importance of multiplier.
5. Discuss the determinants and importance of Marginal Efficiency of Capital.
6. Define Stagflation. Also discuss the effects of Inflation on different people.
7. Outline the features of a Fiscal policy for a developing economy.