

Exam. Code : 105402

Subject Code : 1472

Bachelor in Business Administration 2nd Semester

MANAGERIAL ECONOMICS-II

Paper-BBA-205

Time Allowed—3 Hours]

[Maximum Marks—50

SECTION-A

Note :- This Section consists of **twelve** very short answer questions and students are required to attempt any **ten** questions with answer to each question up to **5** lines in English. Each question carries **1** mark.

1. (a) What is a stock variable ?
- (b) Define consumption function.
- (c) What is the relationship between gross domestic product and net domestic product ?
- (d) What do you mean by dynamic analysis ?
- (e) Define disposal income.
- (f) What is meant by the subjective determinants of consumption function ?
- (g) Define inflation.
- (h) Define internal rate of return.
- (i) Distinguish between static and dynamic multiplier.
- (j) Distinguish between natural rate of interest and market rate of interest.
- (k) Distinguish between gross investment and net investment.
- (l) Define marginal efficiency of capital.

SECTION-B

Note :- This section consists of **four** questions and students are required to attempt any **two** questions with answers to each question up to **5** pages in length. Each question carries **10** marks.

2. Define Macro economics. Differentiate between Micro and Macro Economics. Discuss nature and scope of Macro economics.
3. Define National Income. Discuss importance of measuring national income and the problems associated with the measurement of national income.
4. Discuss the methods for measurement of national income.
5. Write a detailed note on Keynes' Psychological law of consumption, along with its assumptions and implications.

SECTION-C

Note :- This section consists of **four** questions and students are required to attempt any **two** questions with answers to each question up to **5** pages in length. Each question carries **10** marks.

6. Define investment. Discuss types and determinants of investment.
7. Critically examine the neo-classical theory of interest rate.
8. Discuss in detail the principles of acceleration and super multiplier in business economics.
9. What is the significance of inflation measurement for an economy ? Discuss the various types of inflation.