

MAY 2014

B.Com (Sem.-IInd)

MACRO ECONOMICS

Subject Code: BCOP-202

Roll No _____

Total no of page-1

Time: 03 hours

Maximum Marks: 60

Instructions to candidates:

- 1) Section-A is compulsory.
- 2) Attempt any **four** questions from Section- B.

Section-A

(10*2=20)

Q1 Write a short note:

- (a) What is involuntary unemployment?
- (b) What is difference between GDP at market price and GDP at factor cost?
- (c) Distinguish between Induced and Autonomous Investment?
- (d) What is psychological law of consumption?
- (e) What is dynamic multiplier?
- (f) State how MEC related to interest rate?
- (g) What is innovation theory of trade cycles?
- (h) How money supply can be controlled with a help of Bank Rate and Open Market Operations?
- (i) What is budget deficit?
- (j) What is cost push inflation?

Section-B

(4*10=40)

Q2 Explain different method employed in the measurement of National Income?

Q3 What are the objectives and role of Fiscal policy in developing country?

Q4 What is static and dynamic multiplier?

Q5 What are determinants of MEC and its importance?

Q6 Explain Business cycles? What is the Keynes's theory of trade cycles?

Q7 Explain Classical Theory of Employment?