

S.D.E.
M.B.A. Sem-II (2013 Course) : SUMMER - 2019
SUBJECT : MACRO ECONOMICS

Day : Monday
Date : 13/05/2019

S-2019-5024

Time : 02.00 PM TO 05.00 PM
Max. Marks : 70

N.B.

- 1) Attempt any **THREE** questions from Section – I and any **TWO** questions from Section – II.
 - 2) Answers to both the sections should be written in **SAME** answer book.
 - 3) Figures to the right indicate **FULL** marks.
 - 4) Draw suitable diagrams wherever necessary.
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SECTION – I

- Q.1** Define 'National Income' and describe the methods of measuring it, with difficulties. (14)
- Q.2** Explain fully the consumption function and also the 'Paradox of thrift'. (14)
- Q.3** Describe 'cash transactions approach' to Quantity theory of money. (14)
- Q.4** How do the banks create credit? What are the leakages in the process of credit creation? (14)
- Q.5** Write short notes on any **TWO**: (14)
- a) Circular flow of income
 - b) Say's law of markets
 - c) Causes of inflation
 - d) Types of investment

SECTION – II

- Q.6** Describe the phases of a business cycle. Suggest measures to stabilize the economy. (14)
- Q.7** Explain Philips curve analysis. What message it gives? (14)
- Q.8** What are the objectives of Fiscal Policy? How fiscal measures are used to achieve them? (14)

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