

S.D.E.

M.B.A. SEM-II (2013 COURSE) : SUMMER - 2018

SUBJECT: MACRO ECONOMICS

Day: **Monday**
Date: **25/06/2018**

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

S-2018-4387

N.B.:

- 1) Attempt **ANY FIVE** questions.
 - 2) Each question carries **14** marks.
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Q.1 Define 'National Income'. Distinguish clearly between 'Nominal National Income' & 'Real National Income'.

Q.2 Explain the 'Circular Flow of Income' in a two sector economy.

Q.3 How did classical economists use 'Say's Law' to show that there could not be involuntary unemployment in the economy?

Q.4 Explain 'Keynes Theory' of employment.

Q.5 "Multiplier does not work in Real Terms in developing countries". – Discuss.

Q.6 Explain the process of "Credit Creation" by Banks.

Q.7 Explain factors responsible for downward sloping 'Phillips Curve'.

Q.8 Write short notes on **ANY TWO** of the following:

- a) Phases of Business Cycles
- b) Fiscal Deficit
- c) IS Curve

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