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Roll No. 

Total No. of Pages : 02

Total No. of Questions : 09

BBA (Sem.-2nd)

**MACRO ECONOMICS**

Subject Code : BBA-202 (2012 Batch)

Paper ID : [C0241]

Time : 3 Hrs.

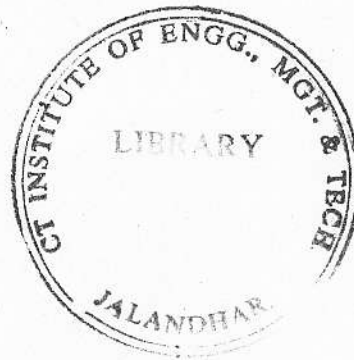
Max. Marks : 60

**INSTRUCTION TO CANDIDATES :**

1. SECTION-A is COMPULSORY consisting of TEN questions carrying TWO marks each.
2. SECTIONS-B consists of FOUR Subsections : Units-I, II, III & IV. Each Subsection contains TWO questions each carrying TEN marks each and student has to attempt any ONE question from each Subsection.

**SECTION-A****1. Write short notes on :**

- a) Difference between partial and general equilibrium
- b) Per capita income
- c) Permanent income hypothesis
- d) Say's law
- e) Demonstration effect
- f) Cost push inflation
- g) Induced investment
- h) Liquidity trap
- i) Average propensity to consume
- j) Functions of money

**SECTION-B****UNIT-I**

2. Discuss the meaning, nature and scope of macroeconomics.
3. Discuss the national income concept and methods of measurement.

**UNIT-II**

4. Elaborate Keynesian theory of income and employment.
5. Critically examine the absolute and relative income theories of consumption.

**UNIT-III**

6. Contrast and compare classical, neo classical and Keynesian theories of investment.
7. Explain the concept and theories of inflation.

**UNIT-IV**

8. Monetary and fiscal policies work as scissors to control inflation.
9. Is balanced budget expansionary? Discuss fiscal policy and its impact on growth.