S.No. : 432

BBA 2206

No. of Printed Pages : 04

Following Paper ID and Roll No. to be filled in your Answer Book.

PAPER ID : 27112 Roll No.

B. B. A./I. M. B. A. Examination 2021-22

(Even Semester)

BUSINESS ECONOMICS-II

Time : Three Hours] *[Maximum Marks : 60*

Note :– Attempt all questions.

SECTION – A

1. Attempt all parts of the following : $8 \times 1 = 8$

   (a) General and partial eqrilbrium.

   (b) GDP.

   (c) Induced investment.

   (d) Laizzez faire economy.

   (e) Assumptions of Say's law.

   (f) Marginal prospensity to invest (MP_1).

[P. T. O.

(g) Prime functions of money.

(h) Fetures of fiscal policy.

SECTION – B

2. Attempt any two parts of the following : $2 \times 6 = 12$

(a) What is 'Open economy'? Explain the circular how of income and goods in this economy. Describe the significance of this flow in an open economy.

(b) Explain Say's law of market. Discuss Keynesian criticism of Say's law of market.

(c) Critically analyze the difference between Keynesian and Freidman approach of demand for money.

(d) Explain the causes of shifts in 'IS' curve.

SECTION – C

Note:- Attempt all questions. Attempt any two parts from each questions. $8 \times 5 = 40$

3. (a) Define macro economics? What is the nature and scope of macro economics?

(b) Discuss value added method of measuring natural income. How can the error of double counting be avoided in measuring national income?

(c) Discuss the various types of macro-economic variable found in open economy.

4. (a) Explain the classical theory of employement. On what grounds Keynes criticized it?

(b) Define 'Marginal efficency of consumption (MEC)'. What are the factors that affect MEC?

(c) Illustrate the concept of 'Multiplier'. What is the importance of multiplier in economic analysis?

5. (a) Explain the different forms of money. Critically analyse quantity theory of money.

(b) How does Keynesian approach of demand for money differs from Freidmans approach? Explain.

(c) Discuss the causes of inflation suggesting measures to control it.

6. (a) An upward shift in the consumption function leads to a rightward shift in the 'IS' schedule. Comment.

(b) Explain the causes of shift in 'LS' curve.

(c) Discuss the main instruments of fiscal policy in economic stabilization.

⌘⌘⌘