

Code : 302103

BBA 1st Semester Exam., 2022

## MACROECONOMICS

Time : 3 hours

Full Marks : 60

Instructions :

- (i) The marks are indicated in the right-hand margin.
- (ii) There are **SEVEN** questions in this paper.
- (iii) Attempt **FIVE** questions in all.
- (iv) Question Nos. 1 & 2 are compulsory.

1. Answer any six of the following : 2×6=12

- (a) What is macrodynamics?
- (b) What do you mean by net income from abroad?
- (c) Name two methods of national income measurement.
- (d) What is the difference between 'net' and 'gross' concept of national income?
- (e) Define aggregate demand.
- (f) What is effective demand?
- (g) Familiarise marginal propensity to consume (MPC).
- (h) Briefly explain consumption function.

(i) What do you know by bank discount rate?

(ii) Define inflation.

2. Answer any three of the following questions : 4×3=12

- (a) Explain matrix approach of national income measurement.
- (b) Describe foreign trade multiplier.
- (c) What does consumer price index measure?
- (d) What is marginal efficiency of capital?
- (e) Describe the different types of inflation.

3. Explain the nature, scope and importance of macroeconomics. 12

4. What do you mean by fiscal policy? How does it help in controlling excess demand? 12

5. Explain relative income theory of consumption. 12

6. Discuss Keynesian theory of income and employment. 12

7. What are the different types of investment? What is the investment function and MEC? 12

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