## 57512

# BBA 2nd Semester (N.S.) 2014-17 Examination – May, 2024

## **MACRO ECONOMICS ANALYSIS & POLICY**

Paper: BBAN-202

Time: Three hours]

[ Maximum Marks: 80

Before answering the questions, candidates should ensure that they have been supplied the correct and complete question paper. No complaint in this regard, will be entertained after examination.

Note: Section-A (Question No. 1) is compulsory Attempt other four questions by selecting one question from each Unit in Section-B. All questions carry equal marks.

#### SECTION - A

- Short Answer type :
  - (a) Define propensity to save
  - (b) Leakages from process of income generations
  - (c) Define open and suppressed inflation.
    - (d) Transfer payments
    - (e) Marginal efficiency of capital

- (f) Functions of Money
- (g) Money multipler
- (h) Consumption function

#### SECTION - B

#### UNIT - I

- Define Macro Economics. Discuss the nature and scope of macro economics.
- 3. What are the methods of measuring national Income?
  What conceptual problems arise in estimating National Income?

#### UNIT - II

- 4. Discuss the permanent income Hypothesis, of consumption theory. Explain its weakness.
  - 5. Explain Keynesian theory of income determination. How full employment can be achieved as per this theory?

### UNIT - III

- What is income multiplier? Explain working of multiplier with suitable explanation.
- What is MEC ? Explain factors affecting investment in an economy.

## **UNIT-IV**

- 8. Distinguish between Demand pull and cost push inflation. Suggest measure to control inflation.
- Explain the promotional and regulatory role of central Bank in any economy. Add some examples from India.