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Time: 1.30 Hrs.

## Part - A

10×1=10

Choose the correct answer:-

- 1) Who is regarded as "Father of Modern Macro Economics"
  - a) Adam Smith
  - b) J.M. Keynes
  - c) Ragnar Frisch
  - d) Karl Mark
- 2) The country following capitalism is \_\_\_\_\_
  - a) Russia
  - b) America
  - c) India
  - d) China
- 3) Primary sector is \_\_\_\_\_
  - a) Industry
  - b) Trade
  - b) Agriculture
  - d) Construction
- 4) The financial year in India is \_\_\_\_\_
  - a) April 1 to March 31
  - b) March 1 to April 30
  - c) March 1 to March 16
  - d) January 1 to December 31
- 5) In disguised unemployment the marginal productivity of labour is \_\_\_\_\_
  - a) Zero
  - b) One
  - c) Two
  - d) Positive
- 6) According to classical theory rate of interest is a reward for \_\_\_\_\_
  - a) Investment
  - b) Demand
  - c) Capital
  - d) Savings
- 7) MPC =
  - a)  $\Delta S/\Delta Y$
  - b)  $C/y$
  - c)  $\Delta C/\Delta Y$
  - d)  $\Delta y/\Delta C$
- 8) MPC + MPS =
  - a) 1
  - b) 2
  - c) 0.1
  - d) 1.1
- 9) V in MV = PT equation stands for .
  - a) Volume of Trade
  - b) Velocity of Circulation of Money
  - c) Volume of Transaction
  - d) Volume of Bank and Credit money
- 10) \_\_\_\_\_ inflation is in no way dangerous to the economy.
  - a) Walking
  - b) running
  - c) Creeping
  - d) galloping



**M** Part - B**Answer any four questions. (16th question is compulsory)****4×2=8**

- 11) Circular flow of Income - Define.
- 12) Define GDP defactor
- 13) What is effective demand.
- 14) What are the components of Aggregate supply?
- 15) Define Multiplier.
- 16) Define inflation.

**Part - C****Answer any four questions. (22nd question is compulsory)****4×3=12**

- 17) Describe the different types of economic systems.
- 18) What is the solution to the problem of double counting in the estimation of National Income?
- 19) Explain about aggregate supply with the help of diagram.
- 20) Differentiate autonomous and induced investment.
- 21) Write the types of inflation.
- 22) What are the determinants of money supply?

**Part - D****Answer any four questions.****4×5=20**

- 23) a) Compare the features of Capitalism and Socialism.  
(or)  
b) Discuss the various methods of estimating the national income of a country.
- 24) a) Describe the types of unemployment.  
(or)  
b) Critically explain say's Law of market.  
(or)
- 25) a) What are the differences between MEC and MEI?  
(or)  
b) Explain the functions of Money.
- 26) a) Describe the phases of Trade Cycle.  
(or)  
b) Explain the operation of the Accelerator?