

3Roll No.....

Total Pages: 3  
**14298**

**BBA/M-18**  
**MANAGERIAL ECONOMICS-II**  
Paper: BBA-110

Time: Three Hours

Maximum Marks: 80

Note: Attempt five questions including No. 1 which is compulsory. All questions carry equal marks.

1. Explain briefly the following :
  - (i) Net National Product at Factor Cost
  - (ii) Aggregate Demand and aggregate Supply
  - (iii) Determinants of Consumption
  - (iv) Types of Investment
  - (v) Liquidity Trap
  - (vi) Cost Push Inflation
2. Critically explain the classical theory of Output and Employment.
3. Discuss Friedman's theory of Income determination.
4. Give a brief account of Absolute income and Relative income hypotheses about the consumption function.
5. Describe the Liquidity Preference Theory of Interest Rates. How is it an improvement over Classical theory of Interest Rate?
6. What is meant by investment? How does the rate of interest and marginal efficiency of capital influence investment?
7. What is Macroeconomics? Explain the importance and limitations of macroeconomics.
8. What is Inflation? Discuss the causes and effects of inflation?