

Roll No.....

Total Pages: 3
14290

BBA/M-17
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.

Compulsory Question

1. Explain briefly :
 - (a) Principal Components of Macro Economics.
 - (b) Value added Method for measurement of National Income.
 - (c) Relationship between Multiplier and Marginal Propensity of Save (MPS).
 - (d) Life Cycle Hypothesis in Consumption.
 - (e) Marginal Efficiency of Capital.
 - (f) Instruments of Monetary Policy.
2. "Supply Creates its own demand." Critically examine the Statement.
3. Discuss Keynesian Theory of Income and Employment.
4. What is investment? How is it important for a developing economy? Discuss the various factors which determine the level of investment in an economy.
5. Explain the classical theory of interest Rates. On what grounds Keynes criticized it?
6. What do you understand by consumption Function? Explain the Permanent Income Hypothesis propounded by Friedman to reconcile the short run and long run consumption function.
7. Discuss briefly the Demand pull and Cost pull theories of inflation and bring out the points of differences between them.
8. Discuss the role which fiscal policy can play in promoting economic stability.