

Roll No.

57512

BBA 2nd Semester (N.S.) 2014-17

Examination – July, 2021

MACRO ECONOMIC 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 : All the eight questions of Section 'A' are compulsory carrying equal marks. Remaining four questions are to be attempted selecting one question from each Unit of Section 'B'.

SECTION – A

1. (i) Aggregate Demand
- (ii) Gross Domestic product
- (iii) MPC
- (iv) Stock and flow variables
- (v) Difference between direct and indirect taxes

(vi) Budget deficit

(vii) Bank rate

(viii) Money supply

SECTION - B

UNIT - I

2. "Macroeconomics is an economics of aggregate". Discuss it.

3. What is a trade cycle? What are its various phases and discuss the reasons for its different phases?

UNIT - II

4. Define consumption function. Also explain various theories relating to consumption.

5. What is multiplier. Discuss the working of the dynamic multiplier along with its assumptions.

UNIT - III

6. Define Fiscal policy. What are its objectives and what are the different tools of fiscal policy for achieving its objectives?

7. Discuss the classification of public debt. Also highlight the importance of public debt management.

57512- (P-3)(Q-9)(21) (2)

UNIT - IV

8. What is credit creation and how do banks create credit? What are the limitations on the powers of the banks to create credit?

9. Define monetary policy. How do central banks use monetary policy to regulate and control credit?

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