Roll No. 1

57512

B.B.A. 2nd Semester (N.S.) 2014-17

Examination-May, 2015 Macro Economic Analysis & Policy

Paper-BBAN-202

Time: 3 hours

Max. 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 the examination.

Note: Section-A is compulsory. Attempt four questions from Section-B, selecting at least one question from each unit. All questions carry equal marks.

Section-A

- 1. Briefly explain the following:
 - (a) Stock and flow

57512-4550-(P-3)(Q-9)(15)

[Turn Over

- (b) Nature of Macro Economics
- (c) APC and MPC
- (d) Cyclical consumption function
- (e) Fiscal policy
- (f) Types of public debt
- (g) Semi inflation and full inflation
- (h) Money supply

Section-B

Unit-I

- 2. Explain the circular flow of income in a four sector model.
- 3. Describe causes of booms and recessions.

Unit-II

 Describe absolute and relative income consumption hypotheses.

57512-4550-(P-3)(Q-9)(15)

(2)

5. How does multiplier work in forward and backward direction ? Describe the importance of multiplier.

Unit-III

- Describe the fiscal tools to achieve growth and price stability.
- 7. Explain various factors affecting incidence of taxation. http://www.HaryanaPapers.com

Unit-IV

- 8. How do banks create credit? Describe the limitations of banks in creating credit?
- Explain causes of inflation. Describe measures to control inflation.