

Roll No. ....

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**352205**

**August/September 2022**  
**B.Com. (Honours) 2nd Semester**  
**Macro Economics (BCOMH-205A)**

Time : 3 Hours]

[Max. Marks : 75

*Instructions :*

- 1. It is compulsory to answer all the questions (1.5 marks each) of Part-A in short.*
- 2. Answer any four questions from Part-B in detail.*
- 3. Different sub-parts of a question are to be attempted adjacent to each other.*

**PART-A**

1. (a) What is scope of Macro economics? (1.5)  
(b) Explain circular flow of national income. (1.5)  
(c) What is propensity to consume? (1.5)  
(d) Explain aggregate demand. (1.5)  
(e) What is multiplier? (1.5)  
(f) How does an economy manage public debt? (1.5)  
(g) What is incidence of tax? (1.5)

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- (h) Explain various types of taxes in India. (1.5)
- (i) What is credit creation? (1.5)
- (j) What is money supply? (1.5)

### **PART-B**

2. Explain Keynesian Theory of determination of National Income in Four sector model. (15)
3. Explain various methods of measurement of National Income. (15)
4. What is business cycle? Explain causes and remedies of business cycle. (15)
5. What is fiscal deficit? Explain various issues in fiscal deficit. (15)
6. What is inflation? Explain causes, effects and remedial measures of demand pull inflation. (15)
7. What is monetary policy? Explain various instruments of monetary policy. (15)