



BRAINWARE UNIVERSITY

Term End Examination 2018 - 19

Programme –Bachelor in Business Administration

Course Name –Macroeconomics for Business

Course Code – BBAC202/BBA202

(Semester – 2)

Time allotted:3 Hours

Full Marks : 70

[The figure in the margin indicates full marks. Candidates are required to give their answers in their own words as far as practicable.]

Group –A

(Multiple Choice Type Question)

10 x 1 = 10

1. *Choose the correct alternative from the following*
 - (i) The persistent rise in price level due to shocks generated within the supply system is known as
 - a. Demand Pull Inflation
 - b. Cost Push Inflation
 - c. Segmentation Model
 - d. Market rate of Interest
 - (ii) When $G=T$ then the budget is called
 - a. surplus budget
 - b. balanced budget
 - c. deficit budget
 - d. None of these
 - (iii) The First Five Year Plan was based on
 - a. Harrod Domar Model
 - b. Lewis Model
 - c. Euler's Theorem
 - d. La Hospital Rule
 - (iv) Investment and rate of interest are
 - a. Directly proportional
 - b. Convex to the origin
 - c. Inversely proportional
 - d. linear
 - (v) Agricultural Revolution is termed as
 - a. White Revolution
 - b. Red Revolution
 - c. Green Revolution
 - d. Black Revolution
 - (vi) If there is excess supply in the market
 - a. Price falls
 - b. Price remains equal
 - c. Price rises
 - d. None of these

- (vii) The Stabilization Policies are ineffective along the zone of
- | | |
|-------------------|---------------|
| a. Recovery | b. Investment |
| c. Liquidity trap | d. Repo rate |
- (viii) Brokers ,Tourists are important component of the
- | | |
|--------------------|---------------------|
| a. Money Market | b. Forex Market |
| c. Monopoly Market | d. Commodity Market |
- (ix) Indian Closed Economy Model is a result of
- | | |
|------------------|------------------------|
| a. Globalization | b. Depression |
| c. Recession | d. Import Substitution |
- (x) OPEC is an organization of the
- | | |
|-----------------|------------------|
| a. Central Asia | b. Latin America |
| c. Middle East | d. Mediterranean |

Group – B

(Short Answer Type Questions)

3 x 5 = 15

Answer any *three* from the following

- | | |
|---|---|
| 2. Discuss the phase of Expansion in the Business Cycle. | 5 |
| 3. Evaluate the factors responsible for low industrial growth in India. | 5 |
| 4. Discuss the functioning of the Flexible Exchange Rate. | 5 |
| 5. Discuss the Poverty Alleviation Programme undertaken by the Government of India. | 5 |
| 6. Write a short note on the second five year Plan | 5 |

Group – C

(Long Answer Type Questions)

3 x 15 = 45

Answer any *three* from the following

- | | |
|--|---|
| 7. (a) What is the objective of maintaining the Balance of Payments Accounts in the country? | 8 |
| (b) Differentiate between open and closed economy. | 7 |
| 8. (a) Write a short note on Cost Push Inflation. | 7 |
| (b) The monopoly power of the factor owners is responsible for the hike in the price of petroleum. Explain | 8 |
| 9. (a) If $C=134+.48Y$ then derive the savings function. | 8 |
| (b) Graphically demonstrate the savings function. | 7 |

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|-----|-----|--|---|
| 10. | (a) | Demonstrate how the excess supply in a market corrected? | 7 |
| | (b) | State the features of Private Sector goods. | 8 |
| 11. | (a) | Critically evaluate the situation of India in the decade of the sixties. | 8 |
| | (b) | Elaborate the various Stages of Inflation. | 4 |
| | (c) | Examine the essence of Indian Planning. | 3 |
