(i) Printed Pages : 2 Roll No. ....

(ii) Questions : 14 **Sub. Code :** | 1 | 2 | 5 | 2 | 3 |

Exam. Code : | 5 | 0 | 2 | 2 |

Bachelor of Commerce (FYUP) 2nd Semester

(2056)

MACRO ECONOMICS

Paper : NBCM203 (OLD)

Time Allowed : 3 Hours] **[Maximum Marks : 80**

Note :– (1) This question paper consists of **three** parts.

(2) Attempt **four** questions from Part A, each answer will carry **5** marks.

(3) Attempt **two** questions from Part B, each answer will carry **15** marks.

(4) Attempt **two** questions from Part C, each answer will carry **15** marks.

PART—A

1. Write a short note on Modern Theory of Rent. 5

2. Write a short note on Classical Theory of Interest. 5

3 Explain Uncertainty Bearing Theory of Profit. 5

4. Explain Say's law of markets in a monetary economic system. 5

5. Write significance of Keynesian Theory of Employment. 5

6. Explain importance of Psychological Law of Consumption. 5

PART—B

7. Critically explain Marginal Productivity Theory of Wages. 15

8. Critically explain Ricardian Theory of Rent. 15

9. Critically explain Neo-classical Theory of Interest. 15

10. Critically explain Liquidity Preference Theory of Interest. 15

PART—C

11. Critically explain classical theory of employment. 15

12. Distinguish between Average Propensity to Consume and Marginal Propensity to Consume. Discuss the factors which determine the propensity to consume. 15

13. What is meant by Investment? Discuss the factors affecting investment decisions. 15

14. Define the concept of multiplier. Show the relationship between multiplier and MPC. Also write leakages of multiplier. 15