



Time- 2.5 Hours

Marks- 75

- N.B. 1. All questions are compulsory.**
2. Figures to the right indicate full marks.

Q.1 Answer any two from the following. (15)

1. Three sector circular flow of national income
2. Liquidity preference theory of demand for money
3. Phases of trade cycle

Q.2 Explain any two from the following. (15)

1. Adam Smith's approach of international trade
2. Structure of balance of payments
3. Meaning & role of international trade

Q.3 Answer any two from the following. (15)

1. Objectives of monetary policy
2. Derivation of IS-curve
3. Arguments in favour of free trade policy

Q.4 Answer any two from the following. (15)

1. Meaning & functions of foreign exchange market
2. Merits & demerits of fixed exchange rate
3. Structure, purpose & functions of World Bank

Q.5 Write short notes on. (Any Three) (15)

1. Concept of Human Development Index
2. Constituents of money supply
3. Domestic v/s International Trade
4. Instruments of Fiscal policy
5. Objectives of World Trade Organisation