

TIME : 2 hrs

MARKS : 60

Note: 1. All questions are compulsory

2. Figures to the right indicate full marks

Q. 1 Answer any three of the following: [15]

- a) National income at factor cost
- b) Characteristics of a tax
- c) Import restrictive measures
- d) Various concepts of deficits
- e) Internal and External public debt

Q. 2 Answer any three of the following : [15]

- a) Nominal national income and Real national income
- b) Current account and Capital account of balance of payments
- c) Factors determining the slope of IS curve
- d) Contractionary fiscal policy
- e) Primary market and Secondary market

Q. 3 Answer the following:

a) Explain the sources of public revenue in detail [8]

OR

a) Explain the monetary measures of correcting disequilibrium in balance of payments [8]

b) Explain the different financial development ratios in detail [7]

OR

b) Explain the circular flow of income in a closed two sector economy with savings [7]

Q. 4 Answer the following :

a) What is a LM curve? Explain the derivation of LM curve [8]

OR

a) Define fiscal policy and explain its objectives [8]

(P.T.O.)

22/3/14

MNS-ABR (Eco) Eco-II (Macro)

FYPI

MARKS: 80

TIME: 3 hrs

Note: 1. All questions are compulsory

2. Figures to the right indicate full marks

b) Explain the output method of measuring national income and state the precautions to be taken in estimating national income by this method [7]

OR

b) Explain the types of disequilibrium in balance of payments [7]