

MN10AEJ

TIME : 2 Hrs.

Marks : 60

Instructions :

1. All questions are compulsory.
2. Figures to the right indicate full marks.

Q.1 a) Explain the quantitative & qualitative instruments of monetary policy. [8]

b) Critically examine the advantages of free trade policy. [7]

OR

Q.1 c) Explain the causes of disequilibrium in Balance of payment. [8]

d) Explain the cost push & demand pull inflation. [7]

Q.2 a) What are the merits and demerits of Multinational companies? [8]

b) Explain the different phases of trade cycle. [7]

OR

Q.2 c) What are the functions of IMF ? [8]

d) What are the functions of foreign exchange market? [7]

Q.3 a) Explain the three motives of liquidity preference. [8]

b) Explain the concept Inclusive Growth. [7]

OR

Q.3 c) Cast study. [8]

What are the causes of the sub-prime crisis - 2008?

d) Define IS Curve. Explain the derivation of IS Curve. [7]

Q.4 Write short note on any THREE : [15]

- a) Globalisation.
- b) Aggregate Demand function.
- c) Mixed economy.
- d) Life expectancy index.
- e) Flexible exchange rate.