I Semester M.Com. Examination, January/February 2019
(CBCS)
COMMERCE
Paper – 1.3 : Macro Economics for Business Decisions

Time : 3 Hours  Max. Marks : 70

Instruction : Attempt all Sections.

SECTION – A

1. Answer any seven sub-questions. Each sub-question carries 2 marks : (7×2=14)
   a) Give the meaning of macro economics.
   b) What do you mean by National Income ?
   c) Mention four functions of money.
   d) What is consumption ?
   e) What is a fiscal policy ?
   f) What is marginal efficiency of capital ?
   g) What is autonomous investment ?
   h) State two objectives of macro economics.
   i) Differentiate inflation and deflation.
   j) Give the meaning of public debt.

SECTION – B

Answer any four questions. Each question carries 5 marks : (4×5=20)

2. Explain the significance of credit in economy.

3. Give the importance of macro economics.

P.T.O.
4. What are the objectives of fiscal policy?

5. Write a note on “Paradox of thrift”.

6. Explain any five important concept of National Income.

7. What are the measures used to control business cycles?

SECTION – C

Answer any 3 questions. Each question carries 12 marks: (3×12=36)

8. What are the attribute used to measure National Income? Explain the difficulties to measure National Income.

9. What is a multiplier? Explain the significance and limitations of multiplier.

10. Define money. Explain the static and dynamic role of money in an economy.


12. Explain the various tools of fiscal policy. Discuss the co-ordination of monetary and fiscal policy.