



PG – 864

I Semester M.F.A. Degree Examination, February 2013

FINANCE AND ACCOUNTING

Paper – 1.3 : Macro-Economics for Business Decisions

Time : 3 Hours

Max. Marks : 80

SECTION – A

1. Write a small note (3 to 5 lines) on any 10 items shown below : (10×2=20)

- a) Mixed Economy
- b) Economic Stability
- c) Monetary Policy
- d) Free Market
- e) Inflation
- f) Economic Systems
- g) Business Cycle
- h) Public Debt
- i) Economic Equilibrium
- j) Disguised Unemployment
- k) Paradox of thrift
- l) RBI.

SECTION – B

Answer any three questions in about a page each.

(3×5=15)

2. What is Gross National Product (GNP) ? Write any two approaches to GNP.
3. Discuss the meaning of money and distinguish between money and near money.
4. Explain the 'Risk Premium Theory' and its significance.
5. Distinguish between the flexible Wage Policy and flexible Monetary Policy.
6. Explain the measures to control inflation.

P.T.O.



**SECTION - C**

Answer **two** questions in about **3** pages **each**. **(2x15=30)**

7. Show how the high degree of instability, which is the characteristic of Harrod's growth model, is due directly to the basic assumption of the model.
8. Explain critically the purpose of the Keynesian consumption function and show the refinements which have been made in its use in recent years.
9. What is meant by equilibrium level of national income ? Show how is income determined in an open economy.
10. How do banks create credit ? What are the limitations on the power of banks to create credit ?

**SECTION - D  
(Compulsory)**

**(1x15=15)**

11. a) State and explain Say's Law. On what grounds did Keynes refute it ?  
 b) Explain in detail the income and expenditure approaches to measure National income. Do these approaches yield identical results ? Give reasons.

**SECTION - B**

**(3x5=15)**

Answer any three questions in about 3 pages each.

1. What is Gross National Product (GNP)? Write any two approaches to GNP.
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PG – 791

I Semester M.F.A. Degree Examination, February 2012  
(Semester Scheme)  
**FINANCE AND ACCOUNTING**  
Paper – 1.3 : Macro Economics for Business Decisions

Time : 3 Hours

Max. Marks : 80

SECTION – A

1. Write a small note (3 to 5 lines) on **any 10** items shown below : **(2x10=20)**
- Define Macro economics.
  - Define Free market.
  - What is mixed economy ?
  - What is marginal propensity to consume ?
  - What is marginal propensity to save ?
  - Explain financial inter mediaries.
  - What is credit creation ?
  - What is structures of interest rates ?
  - Define public debt.
  - Define Business cycle.
  - What is deflation ?

SECTION – B

Answer **any three** questions in **one** page **each** :

**(3x5=15)**

- What is economic development ?
- How the economy interface with business and industry ?
- What is a national income ? How do you measure about it ?

P.T.O.

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5. Explain the monetary management and its policy.
6. Write the factors determining the economic growth.

SECTION - C

Answer **two** questions in **three** pages **each** :

(2×15=30)

7. Explain the resources and goals of an economic systems.
8. What ways the consumption, savings and investments will influence the Indian Economy, explain with suitable examples ?
9. What is a Central Bank ? How come it controls the inflation or deflation ?
10. What are the policies introduced by Indian Government in recent part to resists from global economic crises, state with suitable examples ?

SECTION - D  
(Compulsory)

11. What is fiscal policy towards economic stability and how it maintains the stability of Indian Economy ? Describe with suitable examples. (1×15=15)

SECTION - B

(5×3=15)

Answer any three questions in one page each :

1. What is economic development ?
2. How the economy interface with business and industry ?
3. What is a national income ? How do you measure about it ?

P.T.O.