

BCOM (III Semester) End Examination, October-2018
GOVERNMENT COLLEGE OF COMMERCE, BORDA-MARGAO-GOA
S.Y.BCom
MACRO ECONOMICS (GE-4)

Time: 2 Hours

Total Marks: 80

- Instructions:**
- (1) *Attempt all questions.*
 - (2) *Figures to the right indicate full marks.*
 - (3) *Answer sub questions in Q1 & Q2 in not more than 100 words.*
 - (4) *Answer questions 3 to 6 in not more than 400 words*

Q.I. Attempt any four of the below given questions:

(16 Marks)

1. Explain the concept of Aggregate Demand
2. What is Aggregate Supply?
3. Write a brief note on the components of expenditure.
4. Explain the concept of Unemployment.
5. Write a note on Sacrifice Ratio.
6. Explain the concept of inflation.

Q. II. Attempt any four of the below given questions:

(16 Marks)

1. Write a note on the flow of goods in an open economy.
2. Explain cost push inflation.
3. Explain the flow of savings and investment in an open economy.
4. How does a tax affect investment?
5. Explain RBI's measure of Money Supply.
6. Explain any two determinants of inventory investment.

Q. III (A). Explain the Circular flow of National Income.

(12 Marks)

OR

Q.III (B). Explain the determinants of aggregate demand.

Q.IV (A). Write a note on the Phillips Curve Analysis.

(12 Marks)

OR

Q.IV(B). Explain the causes of inflation.

Q.V (A). Write a note on the Mundel-Fleming Model.

(12 Marks)

OR

Q.V(B) Explain Fixed and Flexible exchange rates.

Q. VI(A). What are the determinants of Business Fixed Investment?

(12 Marks)

OR

Q.VI(B). Explain Tobin's Portfolio Theory with respect to demand for money.