

BCOM (III Semester) End Examination, October-2019
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. 1. Explain any four of the following in brief: (16 Marks)

- a) Any four determinants of Aggregate Demand
- b) Labour market and its interaction with the production system.
- c) Educated unemployment.
- d) Frictional unemployment.
- e) Wage Push inflation.
- f) Demand Pull inflation.

Q. II. Explain any four of the following in brief: (16 Marks)

- a) Sacrifice Ratio.
- b) Adaptive expectations.
- c) Open and a Closed economy
- d) Fixed exchange rates
- e) Inventory Investment
- f) Supply of money

Q. III A. "National Income is a flow and not a stock". Explain. 12 Marks
OR 12 Marks

Q. III B. With the help of a diagram explain the Aggregate Demand and Aggregate Supply Analysis.

Q. IV A. Explain any six causes of Inflation. 12 Marks
OR

Q. IV B. Explain the causes of unemployment in an economy.

Q. V. A. Write a note on the flow of goods, services, savings and investment in an open economy.

OR 12 Marks

Q. V. B. Write a note on the Mundel Fleming Model.

Q. VI. A. Explain Residential Investment. What are the determinants of Residential Investment?

OR 12 Marks

Q. VI. B. Explain Tobin's Theory of demand for real cash balances.

.....**Best of Luck**.....