



PJ – 522

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)
- Give the meaning of macro economics.
  - What do you mean by National Income ?
  - Mention four functions of money.
  - What is consumption ?
  - What is a fiscal policy ?
  - What is marginal efficiency of capital ?
  - What is autonomous investment ?
  - State two objectives of macro economics.
  - Differentiate inflation and deflation.
  - Give the meaning of public debt.

SECTION – B

Answer **any four** questions. Each question carries 5 marks :

(4×5=20)

- Explain the significance of credit in economy.
- Give the importance of macro economics.

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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 a economy.
  11. What is economic growth ? Comment on the conflict between growth and stability.
  12. Explain the various tools of fiscal policy. Discuss the co-ordination of monetary and fiscal policy.
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