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A53

No. of Printed Paper: 1

SARDAR PATEL UNIVERSITY

F. Y. BBA (ITM) (3Years) Examination, II-Semester

Monday, 04 /04/2016

Time: 02:30 pm To 04:30 pm

UM02FBBI02: Macro-Economics

Note: Figures to the right indicate full marks.

Maximum Marks: 60

Draw diagrams/Graphs wherever necessary.

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|-----------|---|----|
| Q.1 | Examine the features, advantages and disadvantages of Capitalism and Mixed Economic System. | 15 |
| OR | | |
| Q.1(A) | Discuss the central problems of an Economy. | 08 |
| Q.1(B) | What is National Income? Explain various limitations in measuring National Income. | 07 |
| Q.2(A) | Explain the working of Investment Multiplier. | 08 |
| (B) | Explain the concept of Accelerator. | 07 |
| OR | | |
| Q.2 | Explain in detail Keynes Liquidity preference theory of interest. | 15 |
| Q.3(A) | Explain Components of Money Supply | 08 |
| (B) | Write a brief note on Balance of Payments. | 07 |
| OR | | |
| Q.3 | Explain the functions of Commercial banks with special emphasis on Credit Creation. | 15 |
| Q.4 | What is Inflation?- Explain the Causes, Effects and how to Control inflation. | 15 |
| OR | | |
| Q.4(A) | Write on merits and demerits of Indirect Taxes. | 08 |
| (B) | What is business cycle? Explain various phases of a business cycle. | 07 |

BEST OF LUCK