

Vidya Vilas Mandal's  
Shree Damodar College of Commerce & Economics, Margao-Goa  
Third Year.B.B.A (F.S), Semester V. Semester End Assessment October 2017  
**MACRO ECONOMICS**

**Time: 3hrs.**

**Max.Marks:60**

*Instructions: All questions are compulsory with internal choice*

*Start each question on a fresh page*

*Figures to right indicate full marks*

**1a .Discuss the Value added method of measuring National income. (8)**

**1b.Explain the concept of Real income and Nominal income . (4)**

**OR**

**1x.Define Multiplier. Explain forward multiplier and backward multiplier. (8)**

**1y.Explain the concept of Acceleration. (4)**

**2a.Discuss the quantitative instruments of credit control used by the RBI . (12)**

**OR**

**2x.Explain with the help of a diagram circular flow of income and expenditure in a four sector model. (12)**

**3a.Explain the functions of Commercial banks. (6)**

**3b.Discuss any three motives for demand for money. (6)**

**OR**

**3x.Explain with the help of an example the process of multiple credit creation. (12)**

**4a. Write short notes on any **three** of the following: (4x3)**

1. Causes of Cost push inflation.
2. Phases of business cycle
3. Difference between direct tax and indirect tax
4. Types of Public debt.

**5a.Discuss the Sources of Public Revenue in India. (12)**

**OR**

**5y.Define Budget. Explain the types of budget . (12)**

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