

I. Choose the correct answer:

1. Indicate the contribution of J.M. Keynes to economics.
 - a) Wealth of Nations
 - b) General Theory
 - c) Capital
 - d) Public Finance
2. An economy consists of
 - a) Consumption Sector
 - b) Production Sector
 - c) Government Sector
 - d) All the above
3. The largest proportion of National Income comes from
 - a) Private Sector
 - b) Local Sector
 - c) Public Sector
 - d) None of the above
4. The value of NNP at production point is called
 - a) NNP at factor cost
 - b) NNP at market cost
 - c) GNP at factor cost
 - d) Per capita Income
5. The component of aggregate demand is
 - a) Personal demand
 - b) Government expenditure
 - c) Only export
 - d) Only import
6. The core of the classical theory of employment is
 - a) Law of Diminishing Return
 - b) Law of Demand
 - c) Law of Markets
 - d) Law of Consumption
7. As income increases, consumption will
 - a) Fall
 - b) Not change
 - c) Fluctuate
 - d) Increase
8. The multiplier is calculated as
 - a) $1/1-MPC$
 - b) $1/MPS$
 - c) $1/MPC$
 - d) a and b
9. Paper Currency System is managed by the
 - a) Central Monetary Authority
 - b) State Government
 - c) Central Government
 - d) Banks
10. State Financial Corporation was started in
 - a) 1961
 - b) 1951
 - c) 1971
 - d) 1981
11. 2016 Demonetization of currency includes denominations of
 - a) ₹ 500 and 1000
 - b) ₹ 1000 and 200
 - c) ₹ 200 and 500
 - d) All the above
12. International trade differs from domestic trade because of
 - a) Trade restrictions
 - b) Immobility of factors
 - c) Different Government Policies
 - d) All the above
13. ASEAN was created in
 - a) 1965
 - b) 1967
 - c) 1972
 - d) 1997
14. New Development Bank is associated with
 - a) BRICS
 - b) WTO
 - c) SAARC
 - d) ASEAN
15. Methods of repayment of public debt is
 - a) Conversion
 - b) Sinking fund
 - c) Funded debt
 - d) All of these
16. Consider the following statements and identify the right ones.
 - i) The finance commission is appointed by the President.
 - ii) The tenure of finance commission is five years.
 - a) (i) only
 - b) (ii) only
 - c) Both
 - d) None
17. Who developed Material Balance Models?
 - a) Thomas and Picardy
 - b) Alenkneese and R.V. Ayres
 - c) Joan Robinson and J.M. Keynes
 - d) Joseph stiglitz and Edward Chamberlin
18. The non-economic determinant of economic development
 - a) Natural resources
 - b) Human resource
 - c) Capital formation
 - d) Foreign trade
19. Which of the following country adopts indicative planning?
 - a) France
 - b) Germany
 - c) Italy
 - d) Russia
20. Assertion (A) : To ensure exchange rate stability by curbing competitive exchange depreciations.
Reason (R) : The purpose of International Monetary Fund is to secure and promote economic and financial co-operation among member countries.
 - a) (A) and (R) are correct
 - b) (A) and (R) are not correct
 - c) (A) is correct but (R) is not correct
 - d) (A) is not correct, but (R) is correct

PART - II

Answer any seven questions in which question no. 30 is compulsory:

7x2=14

21. Define "Economic Model".
22. Write the formula for calculating GNP.
23. Give reasons for labour retrenchment at present situation.
24. What do you mean by propensity to consume?
25. What is stagflation?
26. What is rationing of credit?

27. What is meant by money exchange rate?

28. Fill in the blanks:

WTO Ministerial Conferences

Nations	Year
Kazakhstan
Nairobi
Hong Kong
Singapore

29. Mention the countries where per capita carbon dioxide emission is the highest in the world?

30. What are the components of GST?

PART – III

Answer any seven questions in which question no. 40 is compulsory:

7x3=21

31. Enumerate the features of mixed economy.

32. Give short note on Expenditure method.

33. Explain Keynes Theory in the form of flow chart.

34. Differentiate autonomous and induced investment.

35. Write a note on metallic money.

36. Distinguish between money market and capital market.

37. Write a brief note on flexible exchange rate.

38. What is multilateral Agreement?

39. What is primary deficit?

40. What are the functions of NITI Aayog?

PART – IV

Answer all the questions:

7x5=35

41. a) Compare the features of capitalism and socialism.

(OR)

b) What are the difficulties involved in the measurement of National Income?

42. a) Describe the types of unemployment.

(OR)

b) Narrate the equilibrium between ADF and ASF with diagram.

43. a) Illustrate the working of multiplier.

(OR)

b) What are the differences between MEC and MEI?

44. a) Explain the functions of money.

(OR)

b) Describe the phases of trade cycle.

45. a) Describe the functions of Reserve Bank of India.

(OR)

b) Explain the scope of Macro Economics.

46. a) State and explain the instruments of Fiscal policy.

(OR)

b) What are the reasons for the recent growth in public expenditure?

47. a) Explain the concepts of externality and its classification.

(OR)

b) Write a short note on a) SAARC b) BRICS