

TIME : 2 Hrs

MARKS : 60

- NOTE :** 1. All questions are compulsory.
2. Figures to the right indicate full marks.

- Q.1** A. What is National Income and what are the difficulties in estimating National Income of India? (7)
B. Write down the features of business cycle? (8)
- OR**
- Q.1** A. What are the limitations of effective demand? (7)
B. What are the constituents of money supply? (8)
- Q.2** A. What are the functions of commercial bank? (7)
B. Write a note on - Velocity of circulation of money. (8)
- OR**
- Q.2** A. What is the concept of liquidity approach to demand for money? (7)
B. What are the objectives of monetary policy? (8)
- Q.3** A. What is Internal and External debt? (7)
B. Write down the merits & demerits of direct taxes? (8)
- OR**
- Q.3** A. Write down the concept of Balance of Payment? (7)
B. What is short run and long run disequilibrium? (8)
- Q.4** A. What are the segment of the foreign exchange market? (8)
B. What is budget deficit and revenue deficit? (7)
- OR**
- Q.4 Short notes on (Any 3)** (15)
a. Three sector model of circular flow of income.
b. Census of product method and its precautions.
c. Active cash balances.
d. Cost push inflation.

