Printed Page:-3 **Subject Code:- AMIBA0204**
Roll. No:

NOIDA INSTITUTE OF ENGINEERING AND TECHNOLOGY, GREATER NOIDA
(An Autonomous Institute Affiliated to AKTU, Lucknow)
MBA (Integrated)
SEM: II - THEORY EXAMINATION (2025 - 2026)
Subject: Macro Economics

Time: 2.5 Hours **Max. Marks: 60**

General Instructions:
IMP: *Verify that you have received the question paper with the correct course, code, branch etc.*
1. This Question paper comprises of three Sections -A, B, & C. It consists of Multiple Choice Questions (MCQ's) & Subjective type questions.
2. Maximum marks for each question are indicated on right -hand side of each question.
3. Illustrate your answers with neat sketches wherever necessary.
4. Assume suitable data if necessary.
5. Preferably, write the answers in sequential order.
6. No sheet should be left blank. Any written material after a blank sheet will not be evaluated/checked.

SECTION-A 15

1. Attempt all parts:-

(1.1) …………………=NNPMP – Net Factor Income from Abroad – Net Indirect Taxes.(CO1, K2) 1

(a) GNPMP
(b) NNPFC
(c) NDPFC
(d) NDPMP

(1.2) High-powered money is also known as(CO2, K2) 1

(a) Base money
(b) Reserve Money
(c) Narrow Money
(d) All of these.

(1.3) This type of unemployment occurs when individuals are between jobs.(CO3, K2) 1

(a) Structural
(b) Cyclical
(c) Seasonal
(d) Frictional

(1.4) The MPC can be defined as that fraction of a: (CO4,K1) 1

(a) Change in income that is spent.
(b) Given total income that is consumed.
(c) Change in income that is not spent.
(d) Given total income that is not consumed.

(1.5) ________ of the following best describes a typical business cycle.(CO5, K2) 1

(a) Economic expansions are followed by economic contractions.

(b) Inflation is followed by rising income and unemployment.

(c) Economic expansions are followed by economic growth and development.

(d) Stagflation is followed by inflationary economic growth.

2. Attempt all parts:-

(2.1) Explain NFIA.(CO1, K2) 2

(2.2) Discuss money as a limited tender. (CO2, K2) 2

(2.3) Define voluntary unemployment.(CO3, K2) 2

(2.4) In a consumption function, C= a+ bY, what is b?(CO4, K2) 2

(2.5) Discuss any one indicator which suggests a business cycle peak.(CO5, K2) 2

SECTION-B 15

3. Answer any <u>three</u> of the following:-

(3.1) Elaborate on the expenditure method of National income calculation.(CO1, K2) 5

(3.2) Discuss how Money removed the difficulties of Barter system.(CO2, K2) 5

(3.3) Discuss the causes of Demand pull inflation.(CO3, K2) 5

(3.4) Distinguish between Autonomous investment and induced investment. (CO4, K4) 5

(3.5) Explain why one should follow a cautious approach to investment opportunities during boom periods in the business cycle.(CO5, K4) 5

SECTION-C 30

4. Answer any <u>one</u> of the following:-

(4.1) "Macro economics has a short term as well as long term impact on economic growth". Comment.(CO1, K5) 6

(4.2) Explain the relevance of Macro Economics in current national scenario.(CO1, K2) 6

5. Answer any <u>one</u> of the following:-

(5.1) Distinguish between the following types of money with examples: commodity money and credit money. In the modern Indian banking system, which type dominates and why?(CO2,K4) 6

(5.2) Describe the three motives for holding money — transactions, precautionary, and speculative. How does the speculative demand for money create an inverse relationship with the rate of interest?(CO2,K2) 6

6. Answer any <u>one</u> of the following:-

(6.1) Discuss the causes of high rate of unemployment in India.(CO3, K4) 6

(6.2) Evaluate the effect of inflation on creditors and debtors. (CO3,K4) 6

7. Answer any <u>one</u> of the following:-

(7.1) Autonomous investment is necessary for welfare of the country. Analyse and elaborate. (CO4,K4) 6

(7.2) Elaborate on Marginal Efficiency of Capital and its determinants. (CO4, K2) 6

8. Answer any <u>one</u> of the following:-

(8.1) In which stage of business cycle is Indian economy at this time. Support your 6 answer with valid reasons.(CO5, K2)

(8.2) Differeniate between the repo rate and the reverse repo rate. How does changing the repo rate affect inflation?(CO5,K3) 6