

Exam.Code:0022  
Sub. Code: 0869

2071  
Bachelor of Business Administration  
Second Semester  
BBAS-123: Essentials of Business Economics – II

Time allowed: 3 Hours

Max. Marks: 80

**NOTE:** Attempt four short answer type questions from Section-A. Attempt two questions each from Section B and C respectively.

x-x-x

**Section – A**

I. Answer any four of the following:-

- a) Methods of measuring national income
- b) Limitations of macro economics
- c) Says's law of markets
- d) What are the determinants of marginal efficiency of capital?
- e) Theory of secular stagnation
- f) Causes of inflation

(4x5)

**Section - B**

- II. Explain the classical theory of income, output and employment. (15)
- III. Critically explain the Keynesian theory of employment? (15)
- IV. Critically explain the psychological law of consumption? (15)
- V. Explain the nature and scope of macro economics. (15)

**Section - C**

- VI. Critically explain Keynes investment multiplier? (15)
- VII. Explain various instruments of monetary policy? (15)
- VIII. What are the objectives of fiscal policy with special reference to a developing nation? (15)
- IX. What the importance of investment and what are the factors affecting investment? (15)

x-x-x