



'समानो मन्त्रः समितिः समानी'

UNIVERSITY OF NORTH BENGAL

B.A./B.Sc. Honours 2nd Semester Examination, 2022

GE1-P2-ECONOMICS

Time Allotted: 2 Hours

Full Marks: 60

The figures in the margin indicate full marks.

**The question paper contains courses A, B and C.
Candidates are required to answer any *one* from the *three* courses and
should mention it clearly on the Answer Book.**

A. MACROECONOMICS

1. Answer any *four* questions: 3×4=12
 - (a) What do you mean by inflation?
 - (b) Define GNP and NNP.
 - (c) Mention three difficulties in measuring of National Income.
 - (d) Distinguish between National Income and Disposal Income.
 - (e) What do you mean by multiplier?
 - (f) Prove that $MPS + MPC = 1$.

2. Answer any *four* questions: 6×4=24
 - (a) Write the concept of inflationary gap with suitable diagram.
 - (b) Write a short note on Keynesian consumption function.
 - (c) Write a brief note on quantity theory of money.
 - (d) What are the value of multiplier when MPC are 0.5, 0.8, 1 and 0 (Zero)?
 - (e) Explain Say's law of Market.
 - (f) What are the factors determine propensity to consume?

3. Answer any *two* questions: 12×2=24
 - (a) Critically discuss Liquidity Preference Theory of Keynes.
 - (b) What role does effective demand play in determining the level of employment in the Keynesian framework?
 - (c) Distinguish between Demand pull and Cost push inflation.
 - (d) Explain critically Classical theory of Output and Employment.

B. INDIAN ECONOMY-II

1. Answer any *four* questions: 3×4=12
 - (a) What is industrial dispute?
 - (b) Define money multiplier.
 - (c) Define Statutory liquidity ratio.

- (d) What do you mean by the qualitative credit control by Reserve Bank of India?
- (e) Distinguish between direct tax and indirect tax.
- (f) What do you mean by economic planning?

2. Answer any **four** questions: 6×4=24

- (a) Discuss about some of the problem faced by cottage industries in India.
- (b) Write a note on industrial relation.
- (c) Discuss the role of commercial bank in poverty alleviation in the country.
- (d) What are M_1 , M_2 and M_3 ?
- (e) What are the causes of industrial dispute in India?
- (f) Critically discuss quantitative policy of Reserve bank of India.

3. Answer any **two** questions: 12×2=24

- (a) How cottage and small scale industries have contributed in Indian Economic development?
- (b) Discuss the various social security measure adopted in India to improve to condition of industrial worker.
- (c) Write a note on achievement of Indian Five Year Plan.
- (d) Discuss the role of Reserve Bank of India in Economic development in India.

C. PUBLIC ECONOMICS

1. Answer any **four** questions: 3×4=12

- (a) Distinguish between pure and impure public good with example.
- (b) How are negative externality damaging environment?
- (c) What is market failure?
- (d) Define public good.
- (e) What is positive externality?
- (f) What is public debt management?

2. Answer any **four** questions: 6×4=24

- (a) Critically discuss the broad objective of Indian planning.
- (b) Distinguish between Public good and Private good.
- (c) What are the sources of revenue of State Government?
- (d) Explain benefit principle of taxation.
- (e) What are the causes of increasing Public debt in India?
- (f) Write a note on problem associated with externality.

3. Answer any **two** questions: 12×2=24

- (a) Write a note on fiscal federalism.
- (b) What are the feature and weakness of Indian tax structure?
- (c) Critically discuss ability to pay principle of taxation.
- (d) What aspect of the centre state financial objectionable to the State?

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