## C.U.SHAH UNIVERSITY Winter Examination-2018

## Subject Name: Macro Economics-II Subject Code: 4CO04MEC1 Semester : 4 Date :20/10/2018

Branch: B.Com (English) Time : 10:30 To 01:30 Marks : 70

Instructions:

- (1) Use of Programmable calculator & any other electronic instrument is prohibited.
- (2) Instructions written on main answer book are strictly to be obeyed.
- (3) Draw neat diagrams and figures (if necessary) at right places.
- (4) Assume suitable data if needed.

Q-1		Attempt the following questions:	(14)	
-	a)	How many types of fluctuation are there?	1	
		(a) Two (b) five (c) three (d) four		
	<b>b</b> )	How many stages are there of business cycle?	1	
		(a) Five (b) three (c) four (d) two		
	<b>c</b> )	Inflation is called which type of a problem?	1	
		(a) Serious (b) light (c) general (d) very serious		
	d)	Economists described inflation as which disease of the economy of a country?	1	
		(a) Cancer (b) T.B (c) Cholera (d) Diabetes		
	e)	Which of the following country has achieved the specialization in producing coffee?	1	
		(a) India (b) Russia (c) Brazil (d) U.S.A		
	<b>f</b> )	By which other name internal trade is known as?	1	
		(a) Trade between two Nation (b) Inter regional trade		
		(c) International trade (d) None		
	<b>g</b> )	How different is the scope of balance of payment compared to scope of	1	
		balance of trade?		
	- \	(a) Equal (b) Large (c) Small (d) Unequal		
	h)	Food grains, cloth, machine, sugar etc. are called what in the international trade?	1	
		(a) Intangible products (b) Indirect products		
		(c) Tangible products (d) Direct products		
	i)	There are theories explaining exchange rate determination	1	
		(a) Two (b) three (c) four (d) five		
	<b>j</b> )	Theory of balance of payment means theory.	1	
	-	(a) Mint parity (b) purchasing power parity (c) demand and supply (d) None		
	k)	G.A.T.T. (The General Agreement on Tariffs and Trade) was established in	1	
		(a) 1944 (b)1945 (c)1947 (d)1951		
	<b>l</b> )	World bank was established in	1	
		(a) 1994 (b) 1945 (c) 1991 (d) 2001		
	m)	The World Bank provides loans to member countries at	1	
		(a) Zero interest (b) low interest		
		(c) conditional loans (d) unconditional loans		
	n)	Exchange rate of both the countries' currency means	1	
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(b)	Interest rate
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(d) foreign exchange rate

## (c) Exchange rate Attempt any four questions from Q-2 to Q-8

(a) Investment rate

Q-2		Attempt all questions	(14)
	<b>(a)</b>	State the characteristics of Business Cycle.	7
	<b>(b)</b>	Explain any two economic fluctuation.	7
Q-3			
-		Discuss different causes of inflation	14
Q-4		Attempt all questions	(14)
	<b>(a)</b>	Explain differences between" INTER REGIONAL AND INTERNATIONAL	7
		TRADE"	
	<b>(b</b> )	Describe Causes of Deficit in balance of payment	7
Q-5		Attempt all questions	(14)
		Explain the Demand and Supply theory.	14
Q-6		Attempt all questions	(14)
	(a)	Write Short note on : "The World Bank "	7
	<b>(b)</b>	Discus Functions of the Asian Development Bank.	7
Q-7		Attempt all questions	(14)
-	<b>(a)</b>	Discuss the evaluation of the Asian Development Bank.	7
	(b)	Explain the ways to bring in Balance of payment.	7
Q-8		Attempt all questions	(14)
-	(a)	Discus any two types of Inflation.	7
	(b)	Explain the importance of international trade.	7

