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) | How many stages are there of business cycle? | 1 | |
| | | (a) Five (b) three (c) four (d) two | | |
| | c) | 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 | | |
| | f) | By which other name internal trade is known as? | 1 | |
| | | (a) Trade between two Nation (b) Inter regional trade | | |
| | | (c) International trade (d) None | | |
| | g) | 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 | | |
| | j) | 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 | | |
| | l) | 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 | |
| | | Page 1 o | of 2 | |

| (b) | Interest rate |
|-----|---------------|
|-----|---------------|

(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) |
|-----|-------------|---|------|
| | (a) | State the characteristics of Business Cycle. | 7 |
| | (b) | Explain any two economic fluctuation. | 7 |
| Q-3 | | | |
| - | | Discuss different causes of inflation | 14 |
| Q-4 | | Attempt all questions | (14) |
| | (a) | Explain differences between" INTER REGIONAL AND INTERNATIONAL | 7 |
| | | TRADE" | |
| | (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) | Discus Functions of the Asian Development Bank. | 7 |
| Q-7 | | Attempt all questions | (14) |
| - | (a) | 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 |

