

GUJARAT TECHNOLOGICAL UNIVERSITY**MBA(INTEGRATED) - SEMESTER-II EXAMINATION – SUMMER 2020****Subject Code:2527103****Date:06/11/2020****Subject Name: Macro Economics****Time:10:30am to 01:30pm****Total Marks: 70****Instructions:**

1. Attempt all questions.
2. Make suitable assumptions wherever necessary.
3. Figures to the right indicate full marks.

- Q.1** (a) What is macroeconomics? Explain importance of macroeconomics. **07**
(b) Difference between microeconomics and macroeconomics. **07**
- Q.2** (a) Explain in detail the circular flow of income and expenditure in a four sector of open economy, with the help of a diagram. **07**
(b) What is National income? Explain the concepts of National income. **07**
- OR**
- (b) Explain Say's law of market? **07**
- Q.3** (a) Define Money. Discuss in detail the functions of money. **07**
(b) Explain in detail Classical Quantity Theory of Money. **07**
- OR**
- Q.3** (a) Explain Keynesian theory of Income & Employment. **07**
(b) Explain the Keynesian life – cycle theory of consumption in detail. **07**
- Q.4** (a) Explain meaning and different phases of Business cycle, with the help of a diagram. **07**
(b) What is Unemployment? Explain the different kinds of unemployment? **07**
- OR**
- Q.4** (a) What do you mean by economic growth? Discuss the factors affecting economic growth in detail. **07**
(b) What do you mean by Inflation? Explain different types of inflation. **07**
- Q.5** (a) Define monetary policy. Explain the instruments of monetary policy. **07**
(b) Define Fiscal policy. Explain the Scope of Fiscal policy. **07**
- OR**
- Q.5** (a) Discuss in detail the instruments of fiscal policy **07**
(b) Define monetary policy. Explain the limitations of monetary policy. **07**
