

Q.27 Distinguish between :

- (i) GNP and GDP
- (ii) GNP and NNP.

Q.28 Discuss the importance of consumption.

Q.29 How is MEI different from MEC?

Q.30 Explain demand-pull inflation.

Q.31 Explain the income method of measuring the national income.

Q.32 Describe the life cycle hypothesis.

### SECTION-D

**Note:** Long answer type questions. Attempt any three questions out of four questions. 3x10=30

Q.33 Critically examine the say's law of market.

Q.34 Give a critical appraisal of the permanent income hypothesis.

Q.35 Explain the Keynesian theory of interest determination.

Q.36 Discuss the various policies to control inflation.

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**2nd Sem. / DBM, DBM (IPM)**

**Subject : Managerial Economics**

Time : 3 Hrs.

M.M. : 100

### SECTION-A

**Note:** Objective type questions. All questions are compulsory (10x1=10)

Q.1 Net national product at factor cost is also known as (a) net domestic product (b) national income (c) personal income.

Q.2 Who propounded the relative income hypothesis.

Q.3 Write one factor influencing MEC.

Q.4 Mention one cause of cost push inflation.

Q.5 Give one use of estimating national income.

Q.6 Keynesian theory of consumption is also called\_\_\_\_\_.

Q.7 According to relative income hypothesis, the

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consumption of an individual depends on his income relative to the incomes of other individuals in the society. (True/False)

Q.8 What is net investment?

Q.9 GNP stands for \_\_\_\_\_

Q.10 National income is a \_\_\_\_\_ concept.

(a) Stock (b) Final © Flow

### SECTION-B

**Note:**Very short answer type questions. Attempt any ten questions out of twelve questions. 10x2=20

Q.11 What is the meaning of full employment?

Q.12 Give two short comings of relative income hypothesis.

Q.13 Distinguish between capital and investment.

Q.14 Define inflation.

Q.15 Mention two difficulties in estimating the national income.

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Q.16 Define Consumption.

Q.17 What is induced investment?

Q.18 What is cost push inflation?

Q.19 What do you mean by national income ?

Q.20 Write any two properties of the absolute income hypothesis.

Q.21 What is autonomous investment?

Q.22 Define Stagflation.

### SECTION-C

**Note:**Short answer type questions. Attempt any eight questions out of ten questions. 8x5=40

Q.23 Discuss the product method of measuring national income.

Q.24 What are the determinants of consumption.

Q.25 Explain the concept of MEC.

Q.26 What are the causes of inflation?

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