

SECTION-B

Unit-I

2. Examine the usefulness of the concept of national income in analysing economy's aggregate behaviour.
3. Explain the process of circular flow of income and product in a 3-sector closed model.

Unit -II

4. Explain the classical theory of employment. On what grounds Keynes criticised it?
5. Differentiate between absolute and relative income hypothesis.

Unit-III

6. Distinguish between marginal efficiency of capital and marginal efficiency of investment.
7. Discuss the concept of investment multiplier and its role in the theory of income and employment.

Unit-IV

8. Discuss the causes of inflation. How can it be controlled?
9. Critically explain the Keynesian view about money and price.