



## **SECTION-B**

### **UNIT-I**

2. Define macro economics. What is the nature and scope of macro economics?
3. Explain product method of measurement of national income. What are the main difficulties in this method?

### **UNIT-II**

4. Discuss Keynesian theory of employment.
5. Explain relative income hypothesis of consumption function.

### **UNIT-III**

6. Explain classical theory of rate of interest. What is its criticism?
7. Define Marginal Efficiency of Capital (MEC). What are the factors to determine marginal efficiency of capital?

### **UNIT-IV**

8. What is fiscal policy? What is the role of fiscal policy in control of inflation?
9. Discuss Cambridge theory of quantity theory of money.