



MFE 11

**I Semester M.B.A. (F.E.) Examination, Dec. 2009/Jan. 2010
MACRO MONETARY ECONOMICS**

Time : 3 Hours

Max. Marks : 80

SECTION – A

1. Answer **all** sub-questions. **Each** question carries **two** marks. **(2×5=10)**
- a) Define the law of demand.
 - b) What is income elasticity of demand ?
 - c) Define macroeconomics.
 - d) State the objectives of monetary policy.
 - e) What are the causes of inflation ?

SECTION – B

Answer **any five** questions. **Each** question carries **seven** marks. **(5×7=35)**

2. Explain the concept of production possibility frontier in macroeconomics.
3. Discuss the basis of market economics.
4. Describe the exchange rate policy in India.
5. What are the determinants of price elasticity of demand ?
6. What are monetary policy tools ?
7. Discuss the stance of fiscal policy.
8. What are the criteria for a sound fiscal policy ?

P.T.O.



SECTION – C

Answer **any two** questions. **Each** question carries **ten** marks.

(2×10=20)

9. Discuss the role of government in market economics.
10. Explain the factors affecting demand elasticity.
11. Explain the effects of government price controls.
12. Differentiate between monetary policy and fiscal policy.

SECTION – D

Answer **any one** question. **Each** question carries **fifteen** marks.

(1×15=15)

13. Explain monetary and fiscal policies in market economics.
 14. Discuss the various types of monetary policies.
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