Write short notes on:

a) Inflation
b) Multiplier
c) Fiscal Policy
d) NNP at Factor cost 

SECTION – A

2. Macroeconomics is a study of economy as a whole. Comment on the statement. Give the needs and importance of Macroeconomics theory.


4. What do you mean by real Income? Briefly explain the circular flow of income in three sector model.

SECTION-B

5. Explain the Keynsian Psychological law of consumption and its importance.

6. What are the various components of money supply in India. Elaborate it.

7. Define monetary policy. Mention the various tools used in Monetary policy to control inflation.