



MAULANA ABUL KALAM AZAD UNIVERSITY OF TECHNOLOGY, WEST BENGAL

Paper Code : MB201/MBPT201 Indian Economy and Policy

UPID : 002025

Time Allotted : 3 Hours

Full Marks :70

The Figures in the margin indicate full marks.

Candidate are required to give their answers in their own words as far as practicable

Group-A (Very Short Answer Type Question)

1. Answer any ten of the following :

[1 x 10 = 10]

- (I) What is IS curve?
- (II) Which was the first Indian Industrial Policy?
- (III) What is Marginal Propensity to Consume?
- (IV) What is the full form of FEMA?
- (V) If marginal propensity to consume is increased then what will be it's impact on consumption function curve?
- (VI) Write down two advantages of Internet Banking.
- (VII) Assume that the consumption function is of the form, $C = 100 + .7Y$. If income is Rs 1000/, what is the value of consumption ?
- (VIII) What is GDP deflator?
- (IX) What is 'Hindu rate of growth'?
- (X) What is consumer price index?
- (XI) What are the different types of cost push inflation?
- (XII) What is the main difference between new issue market and old issue market of capital market in India?

Group-B (Short Answer Type Question)

Answer any three of the following :

[5 x 3 = 15]

2. Explain circular flow of income in four sector model. [5]
3. What are the functions of NITI Aayog? [5]
4. What is tax multiplier in Simple Keynesian model? [5]
5. What are the differences between planning commission and NITI Aayog? [5]
6. Explain stagflation. [5]

Group-C (Long Answer Type Question)

Answer any three of the following :

[15 x 3 = 45]

7. 'Deflation is worse than inflation'- justify the statement. [15]
8. What are the differences in scenarios between pre liberalization period and post liberalization period in Indian economy. [15]
9. (a) What Is New Economic Policy of 1991? [5]
(b) Write down the features of New Economic Policy 1991 in India. [10]
10. Explain effectiveness of fiscal policy in intermediate zone, classical zone and liquidity zone. [15]
11. Based on the following information find out GNP at market price , National income , Personal Disposable Income. [15]

Particulars	Rs.
GDP at market price	6000
Corporate income tax	1200
Personal Income tax	900
Subsidies	475
Factor income paid abroad	1200
Factor income received from abroad	1500
Undistributed profits	225

Indirect taxes
Depreciation

900
600

*** END OF PAPER ***