UG Even Semester (CBCS) Exam., May—2017

LAW

(2nd Semester)

Course No. : LLB HC–205

(Economics—II)

Full Marks : 70
Pass Marks : 28

Time : 3 hours

The figures in the margin indicate full marks for the questions

Answer **five** questions, taking **one** from each Unit

UNIT—I

1. *(a)* What are the components of planned aggregate demand according to Keynes? Outline the Keynesian approach to inflation with the help of aggregate demand and aggregate supply curves.

(b) Point out the functions of money in the economy. Which function according to you contributes most towards GDP growth? (2+6)+(4+2)=14

2. *(a)* Distinguish between the following :

(i) GNP and GDP

(ii) NNP at market price and NNP at factor cost

(b) Elaborate the functions of RBI. How does RBI influence credit creation? Explain briefly. (2+2)+(6+4)=14

UNIT—II

3. *(a)* Define a Government budget. Hence point out the vital components of a Union budget.

(b) Briefly explain the terms *(i)* balanced budget and *(ii)* fiscal deficit. (2+6)+(3+3)=14

4. *(a)* What is tax? Classify tax.

(b) Examine how taxes can be used by the Government as an instrument of fiscal policy. (2+4)+8=14

UNIT—III

5. *(a)* Does free trade benefit all nations? Explain briefly.

(b) What do you mean by 'balance of payments'? How is it different from balance of trade?

(c) Outline the functions of the World Bank. 6+(2+2)+4=14

6. What is an exchange rate? Discuss fixed vs. flexible exchange rates with regard to capital flows and BoP. 2+12=14

UNIT—IV

7. What according to you are the fundamental objectives of Five-Year Plans in India? Discuss the performance of the Indian economy since the onset of planning. 4+10=14

8. *(a)* Point out some of the important reasons behind India's economic reforms adopted in 1991.

(b) Examine whether liberalization and globalization have benefitted all sectors of the Indian economy equally. 6+8=14

UNIT—V

9. *(a)* Distinguish between socialistic planning and capitalistic planning. What path did India follow in this respect since 1951? Elaborate.

(b) Point out the areas of failure of India's Five-Year Plans since inception.

(2+7)+5=14

10. Write short notes on any *two* of the following : 7×2=14

(a) Planning Commission and its functions

(b) Development planning

(c) Objectives of Five-Year Plans

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