JAYPEE UNIVERSITY OF INFORMATION TECHNOLOGY, WAKNAGHAT
TEST -1 EXAMINATION- 2024
BBA-II Semester

COURSE CODE(CREDITS): 23BB1HS212(4) MAX. MARKS: 15

COURSE NAME: Macroeconomics

COURSE INSTRUCTORS: Bilal Khan MAX. TIME: 1 Hour

Note: (a)All questions are compulsory.

(b)Marks are indicated against each question in square brackets.

1.(a) Calculate gross domestic product at market prices (GDP_{MP}), gross domestic product at factor cost (GDP_{FC}) and net national product at factor cost (NNP_{FC}) from the following data:

(CO1) [3]

	'in Crores
(i) Private final consumption expenditure	290
(ii) Government's final consumption expenditure	50
(iii) Subsidies	20
(iv) Gross domestic fixed capital formation	105
(v) Indirect taxes	70
(vi) Depreciation	45
(vii) Net factor income from abroad	(-) 5
(viii) Net addition to stock	15
(ix) Net exports	(-) 5

(b) Calculate (i) Domestic Income and, (ii) National Income from the following information:

(CO1) [2]

	'in Crores
(i) GDP_{MP}	70150
(ii) Indirect Taxes	5200
(iii) Factor income from abroad	800
(iv) Consumption of fixed capital	3100
(v) Factor income to abroad	300
(vi) Subsidies	4000

2. Discuss the classical theory of income and employment determination without saving and investment model? (CO1) [4]

3. Write short notes on **any two** of the following (CO1) [2x3=6]

   (a) Wage-price flexibility
   (b) Cambridge QTM
   (c) Income and substitution effect in classical AS curve