

**SRI RAMAKRISHNA COLLEGE OF ARTS AND SCIENCE (AUTONOMOUS)
COIMBATORE**

CONTINUOUS INTERNAL ASSESSMENT (CIA)

MODEL EXAMINATION: MAY – 2021

BCOM, BCOM ACCA, BCOM PA

II YEAR: IV SEMESTER

19ECO02: ECONOMICS FOR FINANCE

Time : 3 Hours

Maximum : 50 Marks

SECTION – A (5 x 4 = 20 Marks)

Answer ALL Questions

1	(A)	Differentiate between GDP and GNP	(OR)
	(B)	Explain the different methods of measurement of National Income	
2	(A)	Define Money and its types.	(OR)
	(B)	Justify the role of expansionary monetary policy during recessionary pressures.	
3	(A)	List out the importance of Public Finance in an economy.	(OR)
	(B)	Differentiate Expansionary and Contractionary fiscal policy.	
4	(A)	Bring out clearly the relationship between Import duty and Import quota.	(OR)
	(B)	Compare Internal trade and International Trade.	
5	(A)	Discuss shortly the benefits of FDI.	(OR)
	(B)	Elucidate the role of FERA and FEMA in the management of foreign exchange.	

SECTION – B (5 x 6 = 30 Marks)

Answer ALL Questions

6	(A)	Write a Note on Investment Multiplier.	(OR)
	(B)	Explain Keynesian theory of National Income.	
7	(A)	Examine the role of RBI in Indian Economy.	(OR)
	(B)	Analyse the impact of demonetization in India.	
8	(A)	Examine the role of fiscal policy in the reduction of inequalities of Income.	(OR)
	(B)	Identify the four types of Externalities that leads to market failure.	

9	(A)	Elaborate the any two instruments of trade policy.	(OR)
	(B)	Critically examine the theory of comparative advantage.	
10	(A)	Elaborate the recent developments in foreign capital inflows in India.	(OR)
	(B)	Critically examine the role of MNC's in a developing country.	
