Serial No. | 1950 | B–JFT–J–FB

GENERAL ECONOMICS—II

Time Allowed : Three Hours | Maximum Marks : 200

INSTRUCTIONS

The question paper has 3 Sections—Section-I, II & III respectively. Candidates are to attempt 7 parts of the question in Section-I; 7 questions from Section-II and 2 questions from Section-III.

Candidates should attempt questions as per the instructions given in each Section.

The number of marks carried by each question is indicated against each.

*Answers must be written only in **English**.*

SECTION—I

*Candidate should attempt any **Seven** parts of the following question.*

(Answer to each part should be approximately of

50 words.)   7×5=35

1. (a) Explain the concept of "tableu Economique" as propounded by the physiocrats.

(b) Discuss the underlying concepts of Green national income of a country.

(c) Distinguish between futures and options in a derivative market.

(d) What is the basic distinction between a short-run and a long-run phillips curve ?

(e) Explain the main reason behind an infinitely elastic segment in the Keynesian speculative demand for money.

(f) Explain the concept of "development of under-development" as propounded by Frank.

(g) What are the components of 'Big Push' for growth in a developing economy ?

(h) Distinguish between Net Barter Terms of trade and Double Factorial Terms of trade.

(i) What are the basic differences between the Ricardian and the Heckscher-Ohlin models of international trade ?

SECTION—II

*Candidates should attempt any **Seven** of the following questions.*
(Answer to each should be approximately of
150 words.)   7×15=105

2. Analytically prove that **THREE** ways of measuring national income produce identical result.

3. Discuss the channels and mechanisms through which finance can affect economic development.

4. Explain the difference of Kaldor type growth models vis-à-vis neo-classical ones.

5. Do you believe A.K. Sen's capability approach adds new dimensions to the existing theories of economic development ? Explain.

6. It is argued that tariffs are better instruments to achieve desired objectives than the quotas—Do you agree ? Analyse.

7. Discuss the suitability of expenditure reducing policies to overcome balance of payments disequilibrium condition.

8. Do you think same set of policies will be effective in case of demand pull and cost push types of Inflation ? Discuss.

9. Explain Leibenstein's approach to overcome 'Lone Level equilibrium trap' faced by developing countries.

10. Do you think 'Human Poverty Index' is a substitute measure for the 'Human Development Index' ? Analytically argue.

SECTION—III

*Attempt any **TWO** of the following questions.*
(Answer to each should be approximately of
                    ***500** words.)*   2×30=60

11. Do you agree that the difference between Keynesians and Monetarists is how the economic policies affect the output and employment in the economy through various channels ? Analyse.

12. Analytically compare the basic tenets of balanced and unbalanced growth strategies and give your own judgement on which strategy can be appropriate for an economy.

13. Given that Regional Trade Agreements are proliferating all across the world, do you think this goes against the philosophy of free trade ? Discuss this in the context of economic advantage(s) of Regional Trade Agreements.