

52157

6th Set

Set V

Answer keys

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PYBSC Sem II

Paper II

Marks

Q. No.		Marks
Q1	<p>(a) Definitions and Equations of High Powered Money and Money Multiplier.</p> <p>(b) Definition of money, and quantity theory of money. Explanation of Equations with examples.</p> <p>(c) 8 to 10 factors influencing Velocity of circulation of money</p>	
Q2	<p>(a) Transaction, Precautionary Speculative money demand for money with definition and equations.</p> <p>(b) Money market equilibrium equation, diagram and explanation.</p> <p>(c) Liquidity trap - Definition, diagram of Keynesian concept of liquidity trap</p>	
Q3	<p>(a) the Equation, diagram and explanation of both saving and MPS.</p>	

Q. No.
Q3 (b)

Equation, Diagram & Explanation of goods market equilibrium.

(c) Equation of goods market equilibrium
Derivation of IS curve and shifts in
IS curve, and ~~monetary~~ effects on
Rate of Interest and Level of Income in
the economy

Q4 (a)

Equations of Goods market equilibrium
and money market equilibrium
Diagrams & explanation of IS-LM
~~at the same~~ intersection in the
same diagram.

(b) Quantitative and Qualitative Instruments
of monetary policy
Explanation of

(c) Expansionary and contractionary fiscal
policy when adopted, what happens in
the economy

Questions should be —
 WRITTEN IN LEGIBLE HANDWRITING IN BLACK INK.
 SIGNS, SKETCHES OR FIGURES IF ANY BE DRAWN IN NEAT BLACK INK,
 so as to avoid mistakes in the printed question papers.

Duration Hours.

Total Marks assigned to the paper

Q. No.	N.B. :	Marks
Q5	<p>(a) Equations of Fisher and Marshall and Pigou. Diagrams and explanations.</p> <p>(b) LM - Money market equilibrium What are effects of shifts in LM curve in the economy</p> <p>(c) Equation, diagram and explanation of Investment function</p> <p>(d) Expansionary and Contractionary monetary policy - Effects on economy</p>	