

# **Question Bank for PG Course**

## **Commerce**

### **Paper-III**

#### **Macroeconomics and International Economic Problems : PGCO-III**

1. Write down the transaction equation of the Quantity Theory in the classical system .
2. What is the striking feature of the classical system ?
3. What variables are determined at the intersection point of IS and LM curves ?
4. Who developed the New Classical Macroeconomics or Rational Expectation Hypothesis ?
5. Between which variables, does the original Phillips curve show a trade off ?
6. What is meant by stagflation ?
7. If CD is the currency-deposit ratio and RD is the reserve-deposit ratio, then what is the value of the money multiplier (m) ?
8. As per Loanable funds theory, what are the components of supply of loanable funds ?
9. To explain business cycles, who used the concepts of Multiplier and Accelerator ?
10. In an open economy, what do we get by subtracting GDP from GNP ?
11.  $C = ₹3,000$  ,  $I = ₹1,000$  ,  $G = ₹500$  ,  $X = ₹600$  ,  $M = ₹200$  . Find GDP .
12. What is the full form of PPP in the context of determination of exchange rate between two currencies ?
13. What is the full form of GATT ?
14. How will you calculate per cent spread for a currency ?
15. What is the full form of LERMS introduced by the RBI in 1992 in the context of exchange rate arrangement in India ?