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Roll No.....

M.Com: Semester II (OC)

Paper No. 6202

Subject: Business Environment

E

S. No. 7738

Time: 3 hours

Maximum Marks: 100

*Instructions: Attempt all questions. All questions carry equal marks.*

Q.1. How are income and interest rate determined with the help of nominal IS-LM curves. Explain how equilibrium restored in the economy?

OR

Derive the real LM function. Show that the shape and slope of a nominal and real money supply function is the same.

Q.2. What is the role of regressive expectations in evolving the individual money demand function? How is the aggregate demand for money curve derived through the individual money demand function?

OR

Explain Phillips curve. How does it help in deriving the Aggregate Supply?

Q.3. Explain reserve equation. Derive an interest sensitive LM function.

OR

Explain the golden rule? What is the impact of technology on the steady state growth of the economy?

Q.4. How do 'Real Business Cycles' take place? What is the role of government spending in the real business cycle?

OR

Explain equilibrium in the product market of an open economy.

Q.5. What are the factors in the process of globalization? How has it affected the global economy?

OR

What are the main features of WTO? Has it been able to play its role?