



'समानो मन्त्रः समितिः समानी'

**UNIVERSITY OF NORTH BENGAL**

B.A./BBA/B.Com. LL.B. Honours 2nd Semester Examination, 2022

**ECONOMICS-II**

**PAPER CODE: FC05/FC07**

Time Allotted: 3 Hours

Full Marks: 100

*The figures in the margin indicate full marks.*

*The students are advised to follow the word limit mentioned below strictly while answering questions. The marks will be deducted if answers exceed word limit. 20 marks- not more than 2000 words / 15 marks- not more than 1500 words / 10 marks- not more than 1000 words / 5 marks- not more than 500 words*

**Answer Question No. 7 and any four from the rest**

1. (a) What are the important features of Capitalist Economic System? 8+12  
(b) Explain the merits and demerits of this system.
2. (a) What is Bank? 4+16  
(b) Explain various kinds of Commercial Banking functions in India.
3. (a) What is Investment function? 3+7+10  
(b) What are the different types of Investment?  
(c) Derive an investment function with the help of a diagram.
4. (a) What are the reasons for the low rate of capital formation in underdeveloped countries? 4+16  
(b) What are the important objectives of fiscal policy in underdeveloped countries?
5. (a) What do you mean by Inflation? 5+15  
(b) What are the important causes and remedies of Inflation?
6. Define Money. Elaborate all the functions of money. 20
7. Write a short note on any **four** of the following: 5×4 = 20
  - (a) Trade Cycle
  - (b) Economic Development and Sustainable Development
  - (c) Division of labour
  - (d) Socialist Economic System
  - (e) Canons of Taxation
  - (f) Advantages and disadvantages of Division of labour.

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