

Name:  
Enrolment No:



UNIVERSITY WITH A PURPOSE

**UNIVERSITY OF PETROLEUM & ENERGY STUDIES**

**End Semester Examination (Online) – July, 2020**

**Program: BCom H Gen/Taxation/BMI**  
**Subject/Course: Macro Economics**  
**Course Code: ECON 1012**

**Semester : II**  
**Max. Marks: 100**  
**Duration : 3 Hours**

**IMPORTANT INSTRUCTIONS**

1. The student must write his/her name and enrolment no. in the space designated above.
2. The questions have to be answered in this MS Word document.
3. After attempting the questions in this document, the student has to upload this MS Word document on Blackboard.

		<b>Marks</b>	<b>COs</b>
Q.1	<p>“According to the International Monetary Fund, India will be the large economy worst hit by the Covid-19 pandemic. The Fund now says that Indian GDP in the ongoing financial year, which began in March 2020, will contract by 4.5%. Just a few weeks ago, it had been predicting 2% growth for the year. A slowdown of this magnitude will have enormous human consequences. By some estimates, the loss of three months’ income would leave nearly half of the country’s population mired in poverty, reversing all the gains made since the economy was liberalized in the early 1990s.” (economictimes.com)</p> <p>Explain and analyze how the Government and the Reserve Bank of India is through its policy intervention can stabilize economy in these unprecedented times.</p>	20	3,4
Q.2	Explain and analyze the IS and LM model with help of examples.	20	3,4
Q.3	“Foreign direct investment to developing economies in Asia, hit hard by the economic downturn caused by the coronavirus	20	3,4

	<p>pandemic, are projected to decline by up to 45 per cent in 2020.”</p> <p>Explain the importance of foreign investment in economic development</p>		
Q.4	<p>Explain in detail functions of WTO. Critically analyze its role of WTO in the era of trade wars between nations like US, China and India.</p>	20	3,4,5
Q.5	<p>The anti-China sentiments have been on the rise since the border face off recently. There is a growing dissent shown by the government and the public to boycott Chinese goods as this will have an adverse effect on their economy.</p> <p>Do you think this will be a rational decision? Explain and critically analyze the effects of boycotting Chinese goods for Indian economy.</p>	20	3,4,5

### ANSWERS