



The Institute of
Bankers Pakistan

Time Allowed: 3 Hours

Maximum Marks:100

Date: December 9, 2019

**Economics
JAIBP (Stage-II)**

Roll No:

Instructions:

- i. Attempt ALL questions;
- ii. Answers must be neat, relevant and brief;
- iii. In marking the question paper, the examiners take into account clarity of exposition, logic of arguments, presentation and language;
- iv. Read the instructions printed inside the top cover of answer script CAREFULLY before attempting the paper;
- v. DO NOT write your Name, Access No or Roll no. etc. anywhere inside the answer script(s);
- vi. Candidates are advised not to mark any of the objective answer on the question paper, otherwise their paper will be cancelled;
- vii. Question Paper must be returned to invigilator before leaving the examination hall.

SECTION B: SUBJECTIVE

All the questions from Section B are compulsory. (55 Marks)

- Q2.** Discuss the three different approaches to measure the National Income of a country. **(09 Marks)**
- Q3.** Discuss the reasons that why the national income measurement is not precise. (Any five) **(10 Marks)**
- Q4.**
- A.** Briefly explain the Law of Demand? **(06 Marks)**
- B.** List the items/ components of Balance of Payments. (Any three) **(03 Marks)**
- Q5.** Briefly define the following types of unemployment along with their merits and demerits. **(10 Marks)**
- A.** Frictional unemployment
- B.** Structural unemployment
- C.** Residual unemployment
- D.** Cyclical unemployment
- Q6.** Discuss the Fisher's transaction approach to "The Quantity Theory of Money". **(06 Marks)**
- Q7.** State the elements of cost of production. (Any five) **(05 Marks)**
- Q8.** According to Liquidity Preference Theory of Money, explain the followings: **(06 Marks)**
- A.** The Precautionary Motive
- B.** The Transaction Motive
- C.** The Speculative Motive

X ——— END OF PAPER ——— X