

**PUNJAB PUBLIC SERVICE COMMISSION**  
**COMBINED COMPETITIVE EXAMINATION FOR**  
**RECRUITMENT TO THE POSTS OF**  
**PROVINCIAL MANAGEMENT SERVICE-2019**

**SUBJECT: ECONOMICS (PAPER-II)**

**TIME ALLOWED: THREE HOURS**

**MAXIMUM MARKS: 100**

**NOTE:** **Attempt Any Five Questions in All at least Two from each Section. Attempt in Urdu or English.**

**SECTION - A**

- Q No. 1:** Distinguished between GNP, NNP and GDP, Show how GNP is measured.  
(10+10=20 Marks)
- Q No. 2:** Explain how an Economy attains optimal stock of capital with the help of MEC and MEI.  
(20 Marks)
- Q No. 3:** Analytically discuss the role of marginal efficiency of capital as a determinant of investment and also discuss its calculation method.  
(8+12=20 Marks)
- Q No. 4:** Explain the following Concepts: (6 + 7 + 7=20 Marks)
- i. Stagflation
  - ii. Phillips curve in short equilibrium
  - iii. GDP Deflator Vs Consumer price index

**SECTION - B**

- Q No. 5:** How economics Development can be measured? Which method is better and why?  
(10+10=20 Marks)
- Q No. 6:** Discuss the functional relationship of WTO, Trade and globalization with special reference to Pakistan?  
(20 Marks)
- Q No. 7:** Do you think that monetary and fiscal policies can tackle the problem of unbalanced economic growth and Unemployment in Pakistan?  
(20 Marks)
- Q No. 8:** What is the Human Development Index? Why Pakistan is ranked so low in HDI. How this can be improved?  
(5+5+10=20 Marks)