ST. JOSEPH'S COLLEGE OF LAW
#18, Residency Road, Bengaluru – 560025
Midterm Examination – May 2026

Subject: Economics - 2

Class: 1 BA LLB A&B

Max Marks: 10 **Time: 1 Hr.**

Instructions:

- Answer any one essay-type question from Part A and any one short note question from Part B.
- Essay-type question carries 7 marks, and the short note question carries 3 marks.

Part A **7 x 1= 07**

1. Explain the demand-side causes of inflation.

Or

2. Explain the components of the money market.

Part B **3x 1= 03**

3. Write a note on demand-pull and cost-push inflation.

Or

4. Write a note on credit creation.