

**TDC Odd Semester Exam., 2020
held in July, 2021**

ECONOMICS

(Honours)

(1st Semester)

Course No. : ECOH-102

(**Macroeconomics—I**)

Full Marks : 50

Pass Marks : 17

Time : 2 hours

*The figures in the margin indicate full marks
for the questions*

Answer **five** questions, taking **one** from each Unit

UNIT—I

- 1. (a) Discuss the meaning and subject matter of macroeconomics. 6
- (b) Mention the uses of macroeconomic analysis. 4

- 2. Distinguish between the following : 5+5=10
 - (a) Macrostatic analysis and Macro-dynamic analysis
 - (b) Equation and Identity

UNIT—II

- 3. (a) Distinguish between Net Domestic Product (NDP) and Net National Product (NNP) with example. 4
- (b) Briefly explain the income method of estimating national income. 6
- 4. (a) Mention the problems of measuring national income. 4
- (b) Do you think increase in national income leads to increase in economic welfare? Explain. 6

UNIT—III

- 5. "Supply creates its own demand." Explain the statement in the light of Say's law of market. Mention the limitations of the law. 7+3=10

(3)

6. (a) Outline the basic principle of classical theory of employment. 5
- (b) Examine the relationship between wage-price flexibility and full employment. 5

UNIT—IV

7. Discuss critically Friedman's restatements of the quantity theory of money. 10
8. Explain the Keynesian theory of output and employment. Mention the limitations of the law. 7+3=10

UNIT—V

9. Examine critically Modigliani's life cycle hypothesis. 10
10. Explain with suitable diagram the investment multiplier. Mention the leakages of the investment multiplier. 6+4=10

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