

**2m/ECO-150 Syllabus-2023**

**2 0 2 4**

( July/August )

**FYUP : 2nd Semester Examination**

**ECONOMICS**

( Minor )

( **Macroeconomics—I** )

( ECO-150 )

*Marks : 75*

*Time : 3 hours*

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

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

**UNIT—I**

1. Differentiate between GDP at market price and GNP at market price. Describe the difficulties associated with the measurement of national income. 8+7=15

2. Explain the circular flow of income in a four-sector economy. 15
3. What is green accounting? What are its features? What are the main disadvantages? 5+5+5=15

UNIT—II

4. Discuss how the level of employment in a country is determined by the aggregate demand and aggregate supply in Keynesian framework. 15
5. What is propensity to consume? Discuss the factors affecting consumption function. 3+12=15
6. Explain the concept and working of investment multiplier. Show with appropriate examples, the relationship between multiplier and MPC. 3+6+6=15

UNIT—III

7. Discuss the quantitative tools of credit control. What are their limitations? 10+5=15

8. (a) Distinguish between open and suppressed inflation.  
(b) Mention the effects of inflation on  
(i) production and (ii) distribution of income.  $5+(5+5)=15$
9. What are the different types of unemployment? Explain Phillips' curve.  $8+7=15$

UNIT—IV

10. Discuss Schumpeter's innovation theory of business cycle. What are its limitations?  $10+5=15$
11. Explain why balance of payments is a larger concept than balance of trade. Suggest measures to rectify deficit in BoP.  $5+10=15$
12. What are business cycles? Describe the various phases of a business cycle.  $5+10=15$

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