



7/12/2012

Doon University, Dehradun
Final Semester Examination, Semester-I 2012
School of Social Science

M.SC. Integrated Economics
Course: SSE-142: Macroeconomics

Time Allowed: 3hrs

Maximum Marks: 50

Section - A

Attempt all questions

Marks: 5x2 = 10

- Q.1 Explain the demand-pull inflation with the help of a suitable diagram.
Q.2 Distinguish between disguised unemployment and seasonal unemployment.
Q.3 Define cost of capital in equation form?
Q.4 "Demonstration Effect" is given by----- in-----Hypotheses.
Q.5 What do you mean by Personal Income and Personal Disposable Income?

Section - B

Attempt all questions.

Marks: 4x5 = 20

- Q.1 Explain the factors that influence the level of investment in the economy.
Q.2 "Interest is the reward for parting with liquidity." Discuss.
Q.3 Write short note on any two:-
a. Quantitative measures of control of money supply
b. Three sectors circular flow with financial sector
c. Functions of commercial bank
Q.4 What do you mean by net capital outflow and the trade balance. Explain how they are related.

Section - C

Attempt any two questions

Marks: 2x10 = 20

- Q.1 What is Money? Discuss its functions and significance.
Q.2 Using IS-LM Model, analyze the impact of expansionary monetary and fiscal policy on the equilibrium level of income and rate of interest.
Q.3 Why Aggregate Supply slopes upward? Explain briefly any two models in support of your answer.