

13/12/23

DOON UNIVERSITY, DEHRADUN
Final Term Examination, First Semester, 2023
Academic Year 2023-24 (Odd Semester)
School of Social Science, Department of Economics
Program Name: B.Sc. (Economics)

Course Code: ECC102 Course

Title: Foundations of Macroeconomics-I

Time Allowed: 3:00 Hours

Maximum Marks:50

Instructions: Attempt all sections (A, B, & C).

SECTION: A

Instructions: All questions are mandatory and carry equal marks. The limit for answers per question is about 25-50 words. (4 x 2 =8)

1. What is a market-clearing model?
2. What are the differences between CPI and GDP Deflator?
3. What is the Fisher effect?
4. Define the term hyperinflation.

SECTION: B

Instructions: Attempt any three questions. All questions carry equal marks. The limit for answers per question is about 200-250 words. (3 x 6 = 18)

1. What determines the total production of goods and services?
2. What is inflation? Explain the cost of inflation in detail.
3. Explain the transition between employment and unemployment with the help of a diagram and find out the steady rate of unemployment.
4. Explain the demand and supply of loanable funds with the help of a diagram.

SECTION: C

Instructions: Attempt any two questions. All questions carry equal marks. The limit for answers per question is about 600-750 words. (2 x 12 = 24)

1. What do you understand about the value of money? Explain the relationship between the value of money and quantity using the quantity theory of money.
2. Define domestic and national income. Explain the methods of measuring national income in detail.
3. Write short notes on the following topics:
 - a) Macroeconomics (2)
 - b) Open Economy (2)
 - c) Fiscal Policy (2)
 - d) Real Interest Rate (2)
 - e) Nominal Interest Rate (2)
 - f) Frictional Unemployment Rate (2)