

30/5/24



**DOON UNIVERSITY, DEHRADUN**  
**Final Semester Examination, 2024**  
**Academic Year 2023-2024 (Even Semester)**  
**School of Social Sciences, Department of Economics**  
**B.Sc. Economics SEM II**  
**ECC-152 Foundation of Macroeconomics-II**

*Time Allowed- 02:00 Hours*

*Maximum Marks: 50*

**SECTION: A**

**Q1.** Create 5 legitimate Questions from your understanding of the macroeconomic course, the questions should cover most concepts discussed. **(Do not copy the same questions given in the paper or questions with same context, will be awarded zero, also, if any 2 answer scripts have same questions, it would be considered as cheated , will be awarded zero)** [5]

**Q2.** Answer any 2 of the 5 questions you have created in Q1. [5]

**SECTION: B**

**Q3.** In classical model, how will output and employment change in an economy if there is emigration of workers from it? Show graphically [6]

**Q4.** In the Keynesian Model, examine the impact of inventory change with respect to prediction about business models in context of business cycles. [7]

**Q5.** In Neo-Keynesian model, elucidate how an increase in the autonomous multiplier with proportional tax makes the IS curve flatter. Show graphically [7]

**SECTION: C**

**Q6.** Derive the equation of IS and also show the extent of shift of IS with constant rate of interest. [10]

**Q7.** Explain the concept of "Position off the IS curve", what macroeconomic policies can be implemented to bring the goods market back to equilibrium, where we attain a combination of (Y,i). [10]