4. In case of supply shocks in a macroeconomy which economic policy is better and more effective, and why? Explain. 14

UNIT-III

5. How does a balance of payment curve fit into the IS-LM framewrok of macroeconomic equilibrium? Show it with a diagram and elaborate. 14

6. In an open economy, contrast and compare between fixed exchange rate and flexible exchange rate regime. Show the different macro economic equilibrium with diagrams. 14

UNIT-IV

7. Compare and contrast between Cobb-Web model and innovation model of business cycle. 14

8. What is a political business cycle? How does the political system work to produce the business cycle? Elaborate. 4+10=14

UNIT-V

9. What is a steady state? Discuss the principal features of the neoclassical growth model of macro economy. 4+10=14

10. Discuss the AK model of endegeneous growth. What are its arguments in the convergence debate? Elaborate. 10+4=14

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PG (CBCS) EVEN SEMESTER EXAMINATION, 2024

ECONOMICS

2nd Semester

Course No. : ECOCC - 202 (O)

(Macro Economic Analysis–II)

Full Marks : 70

Pass Marks : 28

Time : 3 hours

The figures in the margin indicate full marks for the questions

(Answer five questions taking one from each unit)

UNIT-I

1. What is demand pull inflation? What is cost push inflation? How are these two types of inflation contrasted with each other? Explain with examples. 4+4+6=14

2. Distinguish between short run and long run phillips curve. Explain their meaning and implications for policy with the help of diagram. 14

UNIT-II

3. What is money-multiplier? What role does it play in the process of money supply creation through banking system? Elaborate. 5+9=14

(Turn Over)