

Name. _____		Printed Pages:01		
Student Admn. No.: _____				
School of Liberal Education Backlog Examination (SEE), June 2023 [Programme: BA (H) Economics] [Semester: II] [Batch:]				
Course Title: Principle of Macro Economics		Max Marks: 100		
Course Code: A080201T		Time: 3 Hrs.		
Instructions:	1. All questions are compulsory. 2. Assume missing data suitably, if any.			
		K Level	COs	Marks
SECTION-A (15 Marks)		5 Marks each		
1.	Define the circular flow of income in an economy.	K1	CO1	5
2.	Describe the Net national product at market price and National income.	K2	CO2	5
3.	State why there is a need for separate theory of macroeconomics?	K1	CO3	5
SECTION-B (40 Marks)		10 Marks each		
4.	Macroeconomics has been described as a study of aggregates. Name some important "aggregates" or variables whose behavior is analyzed in macroeconomics. Explain them briefly.	K2	CO4	10
5.	Illustrate withdrawals and injections. How do they affect the size of circular flow of income and expenditure in an economy?	K3	CO1	10
6.	Illustrate how does the addition of government in a two-sector economy affect circular flow of income?	K3	CO2	10
7.	Analyse the importance of National income analysis. OR Distinguish between demand pull inflation and cost push inflation. How are they often interwind.	K4	CO4	10
SECTION-C (45 Marks)		15 Marks each		
8.	Write the meaning of consumption function? How the factors influencing consumption function.	K3	CO1	15
9.	Evaluate Keynes's psychological law and discuss its implications.	K5	CO3	15
10	Evaluate the major differences in Absolute and relative income hypothesis. OR Assess the life cycle hypothesis of consumption function.	K5	CO4	15