

2/EH-16 (ii) (Syllabus-2015)

2 0 1 7

(April)

ECONOMICS

(Elective/Honours)

(Macroeconomics)

Marks : 75

Time : 3 hours

*The figures in the margin indicate full marks
for the questions*

**Answer five questions, taking at least one
from each Unit**

UNIT—I

- 1. Define National Income. Distinguish between
(a) GNP and NNP and (b) personal income
and disposable income. 5+5+5=15**
- 2. What is green accounting? What are the
objectives of green accounting? List the
number of problems beset in the SEEA
method of calculating Green NDP. 3+6+6=15**

(2)

UNIT—II

3. Explain the classical theory of employment. 15
4. Explain the concept of multiplier. State the important assumptions and leakages of multiplier. 6+5+4=15

UNIT—III

5. (a) Explain the various components of money supply in a country.
- (b) Discuss the various motives for acquiring cash balances according to Keynes. 8+7=15
6. How far is the cash balance approach superior to the cash transaction approach to the value of money? What are its shortcomings? 10+5=15

UNIT—IV

7. Critically examine Hawtrey's monetary theory of trade cycle. Is expansion and contraction of bank credit the sole cause of business cycle? 12+3=15

(3)

8. (a) Describe the structure of balance of payments of a country.
- (b) "Balance of payments always balances." Comment. 8+7=15
