

GURUDAS COLLEGE

Internal Examination- 2020

BA/BSc Semester II

ECO-G-CC-2-2/ ECO--GE-2-2/ECO-G-GE-2-2

Introductory Macroeconomics

Full marks: 25

Time: 1 hour 30 minutes

Answer any **five** questions.

All questions carry equal marks.

1. What is circular flow of income?
2. How is personal income different from national income?
3. What is Say's law? State any two assumptions of Say's law?
4. Explain briefly the labour supply function in Classical theory?
5. Define average propensity to consume (APC). What is marginal propensity to consume (MPC)?
6. Explain the causes of inflation?
7. What are the different components of money supply?
8. State the differences between balance of trade (BOT) and balance of payment (BOP).