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PG Even Semester (CBCS) Exam., May—2019

ECONOMICS

( 2nd Semester )

Course No. : ECOCC-202

( Macroeconomic 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 cost-push inflation? How does the classical approach explain the mechanism of a cost-push inflation in a macroeconomy? Discuss. 5+9=14
2. Is there inverse relation between rate of inflation and rate of unemployment in a macroeconomy? If yes, what are the implications of it in the short run and long run? Elaborate. 7+7=14

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( Turn Over )

UNIT—II

3. How does the operations of deposit and loan of commercial banks keep in creation of aggregate money supply in a macroeconomy? Describe with examples of balance sheet of one or more commercial banks. 7+7=14
4. What is the difference between intermediate target and final goals in the context of a monetary policy? Distinguish between interest rate targeting and money supply targeting by a central bank. 5+9=14

UNIT—III

5. Explain the meaning and shape of the international balance of payment (BOP) equilibrium curve. 14
6. What are the features of Mundell-Fleming model? How does this model differ from the Keynesian open economy model? Elaborate. 6+8=14

UNIT—IV

7. What is innovation? What are the principal features of Schumpeterian model of business cycle? Discuss. 3+11=14

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( Continued )

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8. Compare and contrast between real and political models of business cycles in a macroeconomy. 14

UNIT—V

9. Critically evaluate the neoclassical growth model and Harrod-Domar model of growth in a macroeconomy. 7+7=14
10. What are the principal characteristics of endogeneous growth model? How does it differ from other models of growth? Explain. 7+7=14

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