'समानो मन्त्रः समितिः समानी'

UNIVERSITY OF NORTH BENGAL
B.A./B.Sc. Honours 4th Semester Examination, 2023

CC9-Economics (409)

Intermediate Macroeconomics-II

Time Allotted: 2 Hours   Full Marks: 60

The figures in the margin indicate full marks.

GROUP-A

1.   Answer any *four* questions: 3×4 = 12
   (a) What are the characteristics of Keynesian Consumption Function?
   (b) Distinguish between real rate of interest and nominal rate of interest.
   (c) Explain why long-run Phillips curve is a vertical straight line.
   (d) What is cost push Inflation?
   (e) What is stagflation?
   (f) State any two assumptions of Solow Model.

GROUP-B

Answer any *four* questions   6×4 = 24

2.   Explain the concept of Razor's Edge in the context of Domar Growth Model.

3.   What is warranted rate of growth? Comment on the situation when actual rate differs from the warranted rate.

4.   Explain the concept of Mark-up inflation.

5.   Differentiate between Adaptive and Rational Expectation Hypothesis.

6.   State elementary features of Real Business Cycle Model.

7.   Write down the features of Harrod-Domar Model.

GROUP-C

Answer any *two* questions   12×2 = 24

8.   What is meant by steady-state growth? Discuss the conditions of such growth in the context of Solow Model.

9.   Explain critically the Life-Cycle Hypothesis proposed by Modigliani.

10. Explain clearly Sticky Wage Model of Aggregate supply.

11. How does the Permanent Income Hypothesis (PIH) reconcile the short-run non-proportionality with the long-run proportionality consumption function?

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