

**B.Sc. Semester-II Examination, 2022-23****ECONOMICS [Honours]**

Course ID : 21614 Course Code : SH/ECO/203/GE-2.1

Course Title : Introductory Macroeconomics

Time : 2 Hours

Full Marks : 40

*The figures in the right-hand margin indicate marks.**Candidates are required to give their answers in their own words as far as practicable.***UNIT-I**1. Answer any **five** of the following questions:

2×5=10

- Distinguish between Endogenous and Exogenous variables.
- What is GNP?
- What do you mean by Disposable Income?
- What does the simple Keynesian model deal with?
- What do you mean by High Powered Money?
- What is meant by Deflation?
- State Say's Law of Markets.
- What do you mean by M1 and M2 in the context of money supply?

**UNIT-II**2. Answer any **four** of the following questions:

5×4=20

- Discuss the circular flow of income in a closed economy. 5
- What is investment multiplier? Explain the limitation of multiplier analysis. 2+3
- Define Keynesian consumption function. State the basic properties of the Keynesian consumption function. 2+3
- What is money? Discuss the components of money supply. 2+3
- Write a short note on Speculative Demand for Money. 5
- What is stagflation? Distinguish between demand pull and cost push inflation. 2+3

**UNIT-III**3. Answer any **one** of the following questions:

10×1=10

- What is national income? Discuss the different methods of National Income Accounting. 2+8
- What do you understand by inflation? Discuss the causes and effects of inflation. 2+8

## B.Sc. Semester-II Examination, 2022-23

### ECONOMICS [Honours]

Course ID : 21614      Course Code : SH/ECO/203/GE-2.2

Course Title : Money and Banking

Time : 2 Hours      Full Marks : 40

*The figures in the right-hand margin indicate marks.*

*Candidates are required to give their answers in their own words as far as practicable.*

#### UNIT-I

1. Answer any **five** of the following questions:

2×5=10

- a) Define High-Powered Money.
- b) What do you mean by Financial System?
- c) Define Money Market.
- d) What is Treasury Bills market?
- e) What is Stock Exchange?
- f) What is Mutual Fund?
- g) Write any two functions of money.
- h) Define Central Bank.

#### UNIT-II

2. Answer any **four** of the following questions:

5×4=20

- a) Explain briefly the components or structure of a financial system.
- b) Write a note on commercial bill market.
- c) What are components of money supply? Explain them.
- d) Write down the functions of stock market.
- e) Analyse how open market operations can control the volume of credit.
- f) Distinguish between commercial banks and NBFIs.

#### UNIT-III

3. Answer any **one** of the following questions:

10×1=10

- a) What is meant by derivative deposit? Show how commercial banks create credit.
- b) Discuss the salient features of money market in India.