

Govt. Model Degree College Mahanpur

Session 2020-21

Subject - Economics
Semester - 3rd (CBCS)
Subject Title - Principles of Macroeconomics I
Course Code - UECTC: 301

Dated - 06/05/21
Time Alloted - 3 hours
Maximum Marks - 80

Each Question carries 20 marks. Attempt any four questions out of the given eight questions.

1. What is Macroeconomics (explain with various definitions)? Briefly explain the nature and scope of Macroeconomics?
2. Differentiate between Microeconomics and Macroeconomics? Discuss the importance and limitations of Macroeconomics?
3. Define National Income? What are the different methods of measuring National Income?
4. Explain all the various concepts associated with Gross Domestic Product (GDP) at factor and market price?
5. Explain Classical theory of output and employment? Also discuss the Keynesian criticism of Classical theory?
6. Explain the determination of National Income in Two sector model and Three sector model?
7. What is Keynes's Psychological Law of Consumption? Explain Absolute Income Hypothesis and also discuss its drawbacks?
8. Briefly explain Permanent Income Theory of Consumption? Also discuss its drawbacks?