

2023
ECONOMICS
B.A. 3rd Semester Examination - 2023
PAPER - CC6T

Full Marks : 60

Time - 3 hours

*The figures in the right-hands margin indicate marks.
Candidates are required to give their answers in their own words as
far as practicable.*

Illustrate the answers wherever necessary.

Group - A

Q No.1 Answer any ten question of the following : 10 x 2 = 20

- a) Define autonomous investment and INDUCED investment.
- b) What do you mean by balanced budget multiplier ?
- c) Define tax MULTIPLIER for an autonomous tax.
- d) What do you mean by inflationary gap ?

(Turn Over)

- e) Define structural unemployment.
- f) What is Hyper inflation ?
- g) Define underemployment
- h) Define MARGINAL and average properties to consume.
- i) What does a point off the IS curve imply ?
- j) What are the possible slopes of a LM curve ?
- k) What is CRR ?
- l) Define M_3 or broad Money.
- m) What is Pigue effect ?
- n) What do you mean by slagglation ?
- o) What is MEANT by SEASONAL unemployment ?

Group - B

Answer any four questions of the following : 4 x 5 = 20

- 2 Explain the concept of Paradox of thrift.
- 3 Explain the crowding out effect.
- 4 Show the effect of a policy mix of expansionary fiscal and MONETARY policy on the equilibrium y and r under the IS-LM framework. Will there be any clarity out effect.
- 5. Derive the aggregate supply curve assuming wage rigidity.
- 6. What is wage price spiral ? Explain briefly the inflation-unemployment TRADEOFF
- 7. Differentiate between ADUPTIVE and rational expectation models.
- 8. Define fiscal deficit. How are this kind of deficits financed ?

Group - C

Answer any two questions of the following : 2 x 10 = 20

9. Define inflation. Explain demand pull and cost push inflation. What are the remedial measures of inflation ?

10. Explain the major instruments of quantitative and qualitative MONETARY policy of RBI.

11.
 - i) Show the goods market equilibrium condition under closed and open economy framework.
 - ii) Show the effect of an appreciation of exchange rate on the 'IS' curve in Mundel Fleming model.
 - iii) Define BP curve.

12. Write a shortnote on the problem of unemployment and its remedies.