



'সমানো মন্ত্র: সমিতি: সমানী'

**UNIVERSITY OF NORTH BENGAL**

B.A./B.Sc. Honours 4th Semester Examination, 2022

**CC9-ECONOMICS**

**INTERMEDIATE MACROECONOMICS**

Time Allotted: 2 Hours

Full Marks: 60

*The figures in the margin indicate full marks.  
All symbols are of usual significance.*

**GROUP-A**

1. Answer any **four** questions: 3×4 = 12
- (a) What is Consumption Ratchet?
  - (b) The long run Philips curve is a vertical straight line– Justify your answer.
  - (c) Write down four characteristics of Keynesian consumption function.
  - (d) Write down two properties of warranted rate of growth.
  - (e) Why  $APC = MPC$  in the long run?
  - (f) In times of hyper inflation, price rise more rapidly – Why?

**GROUP-B**

**Answer any four questions**

6×4 = 24

- 2. Distinguish between demand pull and cost push inflation.
- 3. Explain Hicks-Neutral Technical Progress.
- 4. Outline Domar's model of growth.
- 5. Account for the observed trade off between the rate of inflation and rate of unemployment.
- 6. Distinguish between 'Permanent' and 'Transitory' components in observed income and consumption.
- 7. Explain the concepts of Mark-up inflation.

**GROUP-C**

**Answer any *two* questions**

12×2 = 24

8. Explain the relative income Hypothesis.
9. State and prove Harrod's Knife-edge instability theorem.
10. Explain Solow model with its assumptions.
11. Explain critically the life cycle Hypothesis proposed by Modigliani.

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