



বিদ্যাসাগর বিশ্ববিদ্যালয়

VIDYASAGAR UNIVERSITY

B.Sc. Honours Examination 2021

(CBCS)

4th Semester

ECONOMICS

PAPER—C9T

INTERMEDIATE MACROECONOMICS – II

Full Marks : 60

Time : 3 Hours

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

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

THEORY : C9T

Answer any four questions.

4×15

1. Explain Friedman's restatement of quantity theory of money. What do you mean by classical dichotomy and neutrality of money? 10+5
2. Illustrate the salient features of Keynesian consumption function. Explain the life-cycle hypothesis of Ando-Modigliani. 5+10

3. Distinguish between theory of capital and theory of investment. Explain the relationship between MEC and MEI. 5+10
4. Explain the Baumol's inventory theoretic approach of money demand. How is it different from the Keynesian demand for money? 10+5
5. Explain the monetary policy in terms of open market operation, bank rate, variable reserve ratio, repo rate and reverse repo rate. 5×3
6. State the Harrod-Domar Growth model. Explain the knife-edge problem in Harrod's model. 10+5
7. Briefly explain the regressive expectation model of demand for money. Explain why the speculative demand for money is downward sloping. 8+7
8. Write a short note on the following : 3×5
 - (a) Acceleration principle.
 - (b) Money multiplier.
 - (c) Ratchet effect in consumption.