

Reg No:.....
Name :.....

K25FY2429 A

Second Semester FYUGP Economics Examination
APRIL 2025 (2024 Admission onwards)
KU2DSCECO106/KU2DSCDEC104/KU2DSCSSE105
(INTRODUCTORY MACROECONOMICS)
(DATE OF EXAM: 28-4-2025)

Time : 120 min

Maximum Marks : 70

Part A (Answer any 6 questions. Each carries 3 marks)

1. Define stock and flow variables with examples. 3
2. What are ex-ante and ex-post variables? 3
3. What is GDP at factor cost? 3
4. What do you mean by national income accounting? 3
5. What do you mean by net indirect tax? 3
6. Differentiate between MPC and MPS 3
7. What are the components of aggregate demand in the simple Keynesian model? 3
8. What is a balanced budget multiplier? 3

Part B (Answer any 4 questions. Each carries 6 marks)

9. By using the following data, calculate NNP at Factor Cost (National Income)
 1. NNP at Market Price: 20000 crores
 2. Indirect Taxes: 1000 crores
 3. Subsidies: 200 crores6
10. Briefly explain the methods of measuring NNP at factor cost. 6
11. Describe the circular flow of income in a four-sector open economy model. 6
12. How does the Keynesian model determine equilibrium output and employment? 6
13. Discuss the components of aggregate supply and aggregate demand in a four-sector model. 6
14. Write the relationship between MPC and investment multiplier. 6

Part C (Answer any 2 question(s). Each carries 14 marks)

15. Explain equilibrium output and employment in classical economics. 14

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16. Critically examine the classical quantity theory of money. 14
17. Discuss the major macroeconomic issues. 14