K26FY1226 Pages: 2 Reg No:.....
Name:.....

Second Semester FYUGP Degree (Reg/Sup/Imp) Examination April 2026

KU2DSCECO106/KU2DSCSSE105/KU2DSCDEC104/KU2DSCDEC105

INTRODUCTORY MACROECONOMICS

2024 Admission onwards

Time : 2 hours Maximum Marks : 70

Section A

Answer any 6 questions. Each carry 3 marks.

1. What is the difference between stock and flow variables?
2. What is ex-post variable? Give an example.
3. What is effective demand?
4. What are the components of aggregate demand and aggregate supply in a three-sector model?
5. What are the components of aggregate supply in the four-sector model?
6. What is the difference between real and nominal variables?
7. What is meant by the neutrality of money?
8. What is labour supply in classical economics?

SIR SYED COLLEGE
CENTRAL LIBRARY

Section B

Answer any 4 questions. Each carry 6 marks.

9. Explain the components of aggregate demand in a simple Keynesian model.
10. Describe the core concepts of the simple Keynesian model.
11. Graphically illustrate how equilibrium income is determined in the Keynesian two-sector model.
12. How is the Classical dichotomy related to the concept of neutrality of money?
13. How is labour market equilibrium attained by Classicals?
14. Explain how labour demand and labour supply determine equilibrium employment.

Section C

Answer any 2 questions. Each carry 14 marks.

15. Explain the circular flow of income and discuss the role of leakages and injections in the circular flow.

16. Discuss the concepts of Real GDP and Nominal GDP, highlighting their differences and significance.

17. Explain the major macroeconomic variables. Illustrate with examples

قل ربّ زدني علما
SIR SYED COLLEGE
CENTRAL LIBRARY