



**UNIVERSITY OF NORTH BENGAL**  
B.Com. Honours 2nd Semester Examination, 2020

**GE2-COMMERCE**

**MACROECONOMICS**

Full Marks: 60

**ASSIGNMENT**

*The figures in the margin indicate full marks.*

**Answer any *three* questions from the following**

20×3 = 60

1. Describe the determination of simultaneous equilibrium rate of interest and level of income with the help of IS-LM model in goods market and money market. 20
2. Draw the Phillips curve and narrate how it explains the trade-off between unemployment and inflation. 20
3. Explain the effectiveness expansionary monetary policy in a small economy under flexible exchange rates in the Mundell-Fleming Model. 20
4. Explain the concept of static macroeconomic analysis. Discuss the circular flow of income and expenditure by taking four sectors of an economy. 20
5. Discuss the roles of fiscal policy and monetary policy in handling growth and inflation in an economy. 20

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