

Home Assignment 2022

2nd Semester (Hons.)

Subject: Economics

Paper: ECO-HC-2016 Introductory Macroeconomics

Last Date of Submission: 30th August

1. Answer the following questions:

5×4=20

- a) Explain circular flow of income in a two sector economy.
- b) What do you mean by inflation and its social cost?
- c) Write briefly simple Keynesian model of income determination.
- d) Difference between current and capital accounts.