

Home Assignment 2023

3rd Semester (Hons.)

Subject: Economics

Paper: ECO-HC-3026 Intermediate Macroeconomics-I

Last Date of Submission: 25th October

1. Answer the following questions:

5×4=20

- a) Derive the aggregate demand curve. Why does it slope downward?
- b) What is natural rate hypothesis? How does Friedman explain it with his concepts of Phillips curve and adaptive expectations?
- c) Explain factors affecting exchange rate.
- d) Discuss the policy ineffectiveness debate.