

Programme Name & Branch : B.TECH - ALL BRANCHES
Course Code and Course Name : BHUM1041 - MACROECONOMICS
Faculty Name : Dr. K. NILAVATHY
Class Number : VL2024250504469
Date of Examination : 28/01/2025 - 02.00 p.m to 03.30 p.m
Exam Duration : 90 minutes
Maximum Marks: 50

General Instruction(s):

- Answer All Questions
- M - Max mark; CO - Course Outcome; BL - Blooms Taxonomy Level (1 - Remember, 2 - Understand, 3 - Apply, 4 - Analyse, 5 - Evaluate, 6 - Create)
- Course Outcomes - The following are the CO statements covered in this question paper.

CO1. Describe the macroeconomics aggregates.

CO2. Compute different measures of macroeconomic activity such as the national income.

Q. No	Question	M	CO	BL
1.	Briefly explain the key macro economic aggregates used to evaluate the economic activity of an economy?	10	1	2
2.	Write a short note on the importance of studying macroeconomics.	10	1	2
3.	Real GDP and Nominal GDP, which is the best indicator? And Why? Explain it with proper illustration.	10	2	2
4.	How does the Income flows in a closed economy? Illustrate with suitable flow chart.	10	2	2
5.	In a single day Mr. Raj, the barber, collects Rs 500 from Haircuts: over this day, his equipment depreciates in value by Rs 50. Of the remaining Rs 450, Raj pays sales tax worth Rs 30, takes home Rs 200 and retains Rs 220 for improvement and buying new equipment. He further pays Rs 20 as income tax from his Income. Based on these information, Complete Raj's contribution to the following measures of income in that single day. A) Gross Domestic Product at Market Price B) Net National Product at Market Price C) Personal Income Personal Disposable Income	10	2	3
