23BCI0074

VIT

Vellore Institute of Technology

(Deemed to be University under section 3 of UGC Act, 1956)

School of Social Sciences and Languages
Continuous Assessment Test – 1
Fall Semester – 2024-25
(B.Tech)

Course Code	: BHUM104L	**Duration**	: 90 Minutes.
Course Name	: Macro Economics	**Max. Marks**	: 50 Marks
Class No	: VL2024250104402	**Date**	: 30-08-2024
Slot	: F1+TF1	**Time**	: 09.30 a.m to 11.00 a.m
Faculty-In-Charge	: **Dr.N.Savitha**		

Answer All the Questions (5 x 10 = 50 Marks)

S.No.	Question	Maximum Marks
1.	Explain the macroeconomic issues in India.	10
2.	Differentiate the micro and macroeconomics.	10
3.	How will circular income flow in an economy be affected if a country has foreign trade transactions?	10
4.	Calculate (1) GDP at market prices and (2) national income from the following information.	10
5.	Discuss the effect of a cut in money wages on the level of employment, bringing out in your answer the view point of classical economists.	10

Data for Question 4:

	Rs.
Personal consumption expenditure	6,500
Indirect taxes less subsidies	150
State government consumption and investment expenditure	500
Central government consumption and investment expenditure	2000
Change in business inventories	100
Gross private domestic fixed investment	1200
Exports	900
Net factor payments to rest of the world	-100
Imports	1200
Depreciation	200