



UNIVERSITY OF THE PUNJAB

B.S. 4 Years Program : Third Semester – Fall 2021

Roll No.

Paper: Basic Economics-III

Course Code: ECON-221

Time: 3 Hrs. Marks: 60

Q.1. Answer the following short questions:

(6x5=30)

- 1. What is GDP (Gross Domestic Product)? Explain its main components.**
- 2. Define NNP (Net National Product).**
- 3. What is monetary policy? Discuss its types.**
- 4. Discuss any two macro-economic problems.**
- 5. Differentiate between expansionary and contractionary fiscal policy.**
- 6. Define aggregate demand and aggregate supply.**

Q.2. Answer the following questions.

(3x10=30)

- 1. Discuss Keynesian theory of income and employment with the help of saving – investment approach.**
- 2. Discuss instruments and objectives of fiscal policy.**
- 3. Discuss classical theory of employment.**