



FIRST UNIT TEST – JANUARY 2025 ECONOMICS - I SEMESTER MA 24PMA12A – MACRO ECONOMICS

Time:1 Hour

Max Marks: 25

Instruction: *Answer should be written completely in English*

SECTION - A

Answer any two questions.

(2X10=20)

1. Elaborate all types of incomes under Income Method along with the steps of calculating National Income.
2. Find out (a) National Income and (b) Gross Domestic Product at Factor Cost

Private Final Consumption Expenditure	350
Net Indirect Tax	5
Government purchases of goods and services	100
Gross Domestic Capital Formation	90
Net Factor Income from abroad	(-) 5
Net Exports	10
Consumption of Fixed Capital	15

- (c) State the latest GDP data and analysis on the same.
3. Discuss Human Development Index, in view of recent HDI Report 2023-24.

SECTION - B

Answer any one question.

(1X5=5)

1. What is GDP Deflator? Examine the importance of real GDP in comparison to nominal GDP.
2.
 - (a) Discuss the meaning of Value Addition under Value Added Method of measuring national income:
 - (b) Find Gross Value Added at Factor Cost:

Units of output sold	2000
Price per unit of output (Rs)	20
Depreciation	2000
Change in Stock	(-) 500
Intermediate Cost	15000
Subsidy	3000

