

EXAMINATION QUESTION PAPER: Reassessment, 2014

| | |
|-----------------------|--|
| Module code: | EC5005 |
| Module title: | Macroeconomics and the Global Economy |
| Module leader: | John Curran |

| | |
|------------------|-------------------------|
| Date: | July/August 2014 |
| Duration: | 3 hours |

| | |
|-----------------------------|--|
| Exam type: | Part Seen/Unseen, Closed |
| Materials supplied: | None |
| Materials permitted: | Calculators are permitted |
| Warning: | Candidates are warned that possession of unauthorised materials in an examination is a serious assessment offence |

| |
|--|
| Instructions to candidates: Candidates will be required to read the instructions on the first page. |
|--|

SEEN PART - Section A

Knowledge and Comprehension Attempt at least four questions All questions weighted equally Use words and graphs

1. Explain the role of the money supply in the formation of the Aggregate Demand curve.
2. Explain the reasoning behind the long-run Monetarist Aggregate Supply curve.
3. Show the impact of an increase in national income on the LM curve.
4. Show, using the ISLM framework, a situation of partial crowding out.
5. Use the IS curve to show a situation where Withdrawals exceed Injections.