

Final Exam Question in Macroeconomics for 2-year students

1. Analyze the fundamental differences between GDP and GNP using real-world examples of national production.
2. How does an unexpected rise in inflation affect the purchasing power of household savings?
3. Explain the role of exports in driving economic growth within an open economy framework.
4. Why does structural unemployment often increase alongside rapid technological advancement?
5. Describe the importance of capital accumulation in the Solow growth model for long-term prosperity.
6. Discuss the relationship between the consumer basket and the Consumer Price Index (CPI).
7. How does the Central Bank use the refinancing rate to control domestic inflation levels?
8. Describe the "Peak" and "Recession" phases of business cycles and their impact on employment.
9. How do fluctuations in exchange rates influence a country's trade balance in an open economy?
10. Define cyclical unemployment and explain its manifestation during global economic crises.
11. Explain the connection between general equilibrium and the stability of the monetary system.
12. Discuss the concept of Purchasing Power Parity (PPP) and its role in international standard of living comparisons.
13. Analyze the long-term impact of technological innovation on a nation's economic growth path.
14. What are the primary differences between CPI and the GDP Deflator when measuring inflation?
15. Discuss the benefits and risks of free capital movement in a modern open economy.
16. How can the problem of "double counting" be avoided when calculating a nation's total GDP?
17. What is the natural rate of unemployment, and why can it never realistically reach zero percent?
18. Explain how Open Market Operations by the Central Bank affect the total money supply.
19. Illustrate the concept of elasticity in consumption models using examples of luxury vs. necessity goods.
20. What does the "Golden Rule" of capital accumulation imply for sustainable economic welfare?
21. Differentiate between Nominal and Real GDP by explaining the impact of price level changes.

22. Analyze the role of vocational retraining programs in reducing structural unemployment.
23. How do imported goods contribute to domestic inflation in a highly integrated open economy?
24. Discuss the short-run fluctuations of business cycles and their effect on citizen's quality of life.
25. In the Solow model, how does a change in the investment rate affect the steady-state growth rate?
26. Compare the expenditure approach and income approach to calculating GDP.
27. Describe the social costs of high inflation on fixed-income earners.
28. Explain the "Small Open Economy" model and its dependence on world interest rates.
29. Why is frictional unemployment considered a natural part of a healthy economy?
30. Analyze the impact of population growth on the standard of living in growth models.
31. Discuss how the GDP deflator is used to adjust for inflation in national accounts.
32. Explain the "Liquidity Trap" and the limitations of monetary policy.
33. How do business cycles affect the investment decisions of private firms?
34. Analyze the concept of "Catch-up growth" for developing nations in the Solow model.
35. Describe the relationship between the trade balance and net capital outflows.
36. Why does GDP fail to measure non-market activities like volunteer work or leisure?
37. Explain how the Central Bank acts as a "Lender of Last Resort" during crises.
38. Discuss the impact of a global recession on a small open economy's GDP.
39. Analyze the differences between demand-pull and cost-push inflation.
40. How does a change in the savings rate impact the long-run level of capital per worker?
41. Differentiate between GDP and GNP using foreign investment examples.
42. How do price index changes affect the real value of the national currency?
43. Ochiq iqtisodiyot sharoitida kapitalning mamlakatga kirib kelishi va chiqib ketishi nima degani?
44. Describe the mechanics of the monetary system in maintaining general equilibrium.
45. Discuss the role of the government in stabilizing business cycles in the short run.
46. Discuss the impact of technological progress on the "Production Function".
47. How does the CPI adjust for changes in the quality of goods over time?
48. Explain the relationship between inflation and unemployment (Phillips Curve).
49. What are the advantages of a floating exchange rate for an open economy?.
50. Define the "Steady State" in the context of the capital accumulation model.

51. Explain the components of GDP from a consumer spending perspective.
52. How does hyperinflation lead to a total breakdown of the monetary system?
53. Discuss the "Crowding Out" effect of government spending on private investment.
54. Analyze how labor unions can contribute to the structural rate of unemployment.
55. Explain the concept of "Real Exchange Rate" and its effect on competitiveness.
56. How is the standard of living measured using GDP per capita across nations?
57. Explain the Central Bank's role in managing the money supply.
58. Discuss why some countries remain in a "Poverty Trap" according to growth models.
59. How does the openness of an economy affect its vulnerability to external shocks?
60. Analyze the effects of an aging population on the national savings rate.
61. Describe the flow of income and expenditure in the "Circular Flow" model.
62. Why is a low and stable inflation rate preferred over zero inflation?
63. Contrast cyclical and structural unemployment with current examples.
64. Discuss the impact of trade tariffs on the general equilibrium of a country.
65. Explain how the Solow model accounts for different levels of wealth across countries.
66. Discuss the importance of "Intermediate Goods" in avoiding GDP overestimation.
67. How do commercial banks create money through the fractional reserve system?
68. Analyze the relationship between purchasing power and the domestic price level.
69. Explain why the short-run aggregate supply curve might be upward sloping.
70. How does an increase in the depreciation rate affect the steady-state capital stock?
71. Compare GDP and GNP as measures of a nation's economic power.
72. Discuss the "Menu Costs" and "Shoelace Costs" associated with inflation.
73. Ochiq iqtisodiyot sharoitida kapitalning mamlakatga kirib kelishi va chiqib ketishi nima degani?
74. Analyze the effect of a domestic currency's appreciation on net exports.
75. Why do business cycles vary in length and intensity over different decades?
76. Explain the "Value Added" method for calculating a country's total output.
77. How does the Central Bank use "Forward Guidance" to influence the economy?
78. Discuss the causes of the current fluctuations in the global economy.
79. Why is high unemployment considered a waste of a nation's productive resources?
80. Analyze the impact of foreign aid on capital accumulation in developing nations.

81. Discuss the limitations of CPI in reflecting the true cost of living (substitution bias)
82. Explain how the monetary system ensures balance in the economy.
83. How do international capital flows affect domestic interest rates in an open economy?
84. Analyze the concept of "Efficiency Wages" and their effect on unemployment.
85. Explain the role of "Total Factor Productivity" (TFP) in economic growth.
86. Define the difference between Real and Nominal GDP in simple terms.
87. Discuss the relationship between a country's budget deficit and its trade deficit.
88. How does technological obsolescence contribute to structural unemployment
89. Analyze the impact of a rise in the global oil price on a nation's business cycle.
90. Describe the "Endogenous Growth Theory" as an alternative to the Solow model.
91. Explain why GDP does not account for environmental degradation or pollution.
92. How do Central Banks maintain price stability during high inflation?
93. Discuss the "Balance of Payments" and its components (Current and Capital accounts).
94. How does the consumption model change when consumer confidence drops?
95. Analyze the importance of property rights for capital accumulation and growth.
96. Explain the significance of PPP in comparing global economies.
97. Analyze the impact of "Deflation" (falling prices) on a country's debt burden.
98. How do "Automatic Stabilizers" (like unemployment benefits) affect the economy?
99. Discuss the concept of "Trade Openness" and its correlation with GDP growth.
100. Summarize the main findings of the Solow model regarding long-run equilibrium.

Kafedra mudiri:

N.Iminova

Tuzuvchi:

B.G.Choy