



the
UNIVERSITY
of
GREENWICH

EXAMINATION PAPER: **ACADEMIC SESSION 2006 / 2007**

Campus: **Avery Hill**

School: **Architecture and Construction**

Programmes: **BSc Construction Business Management**
BSc Construction Surveying Management
BSc Real Estate

Course Code: **ECON 1048**

Course Title: **ECONOMICS 2 - MACROECONOMICS**

Level: **2**

Duration: **2 hours**

Date: **9th May 2007, start 9.30 am**

INSTRUCTIONS TO CANDIDATES & FOR INVIGILATORS

Answer THREE questions from FIVE.

All questions carry equal marks.

Candidates must comply with the “Instructions to Candidates” printed on the examination answer book.

1. Outline and discuss the main problems generally encountered when making international comparisons of GDP and economic and social development.
2. Examine and discuss the reasons for business cycles and explain how such cycles can affect the property industry.
3. Explain what is meant by an 'inflationary' gap and explain how and why governments and central banks may seek to reduce such gaps.
4. In the context of the 'circular flow of national income, expenditure and production', discuss the role of injections and withdrawals in influencing equilibrium levels of national income.
5. Explain how international trade can be beneficial to national economic development and comment upon the main difficulties and problems that can be experienced in this context.