

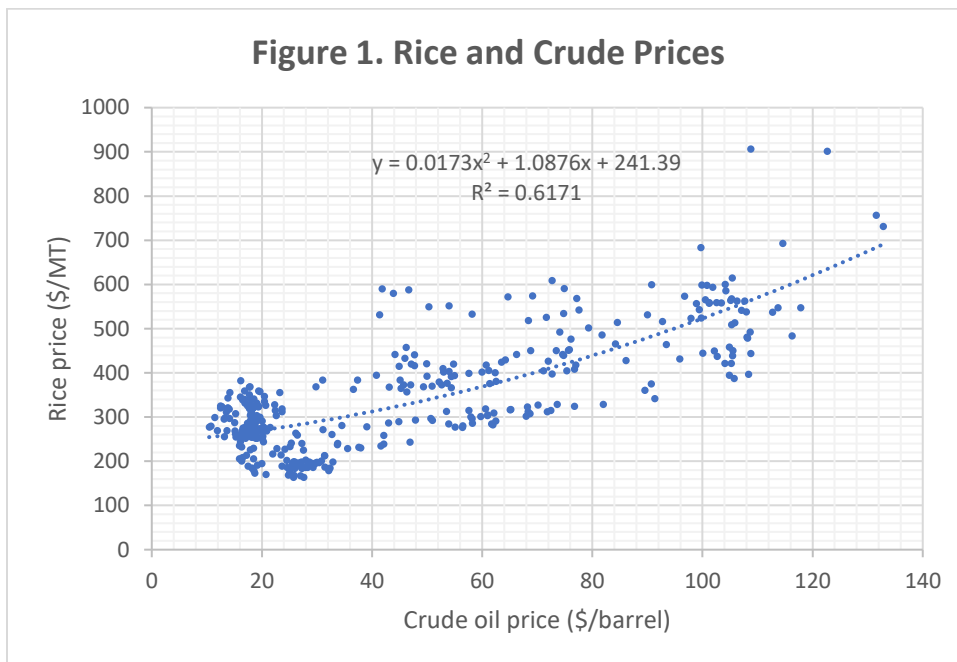
Open book exam

Answer only SIX questions from a total of nine questions.

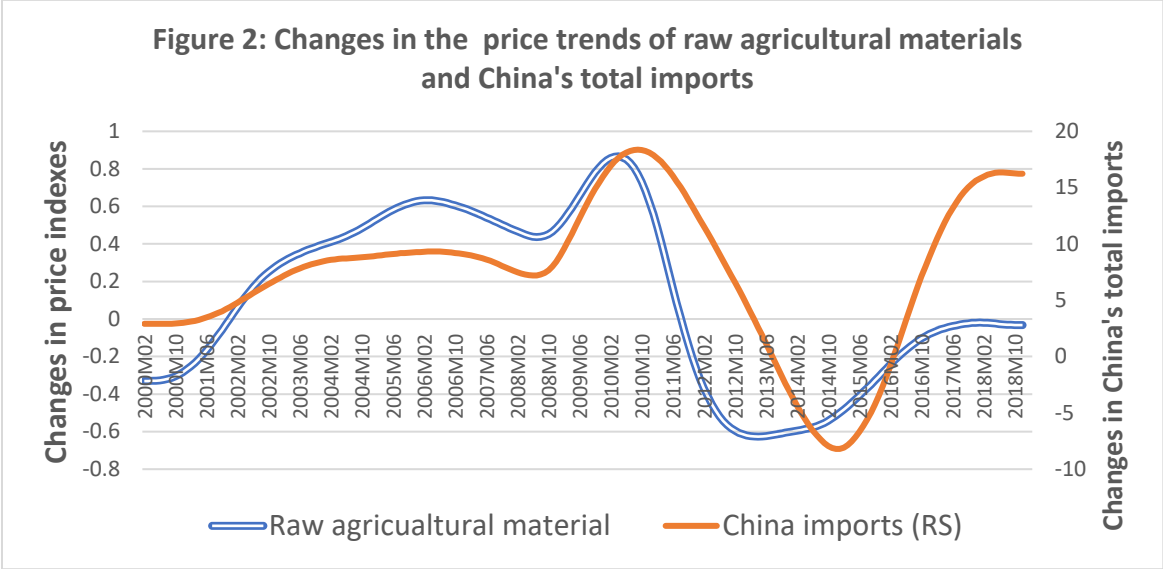
Each question carries 10 points. The total score for the final exam is 60 points.

If more space is needed for a particular question, you may write at the back.

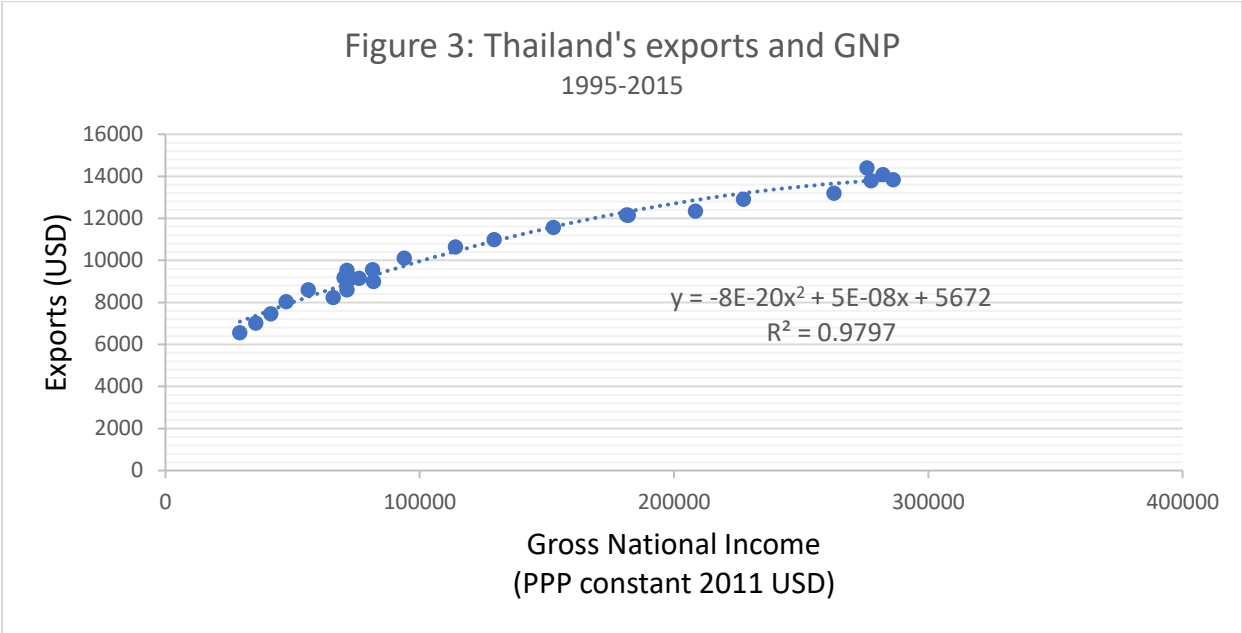
1. What can you conclude from Figure 1 about the impact of crude oil shocks on income distribution in Thailand?



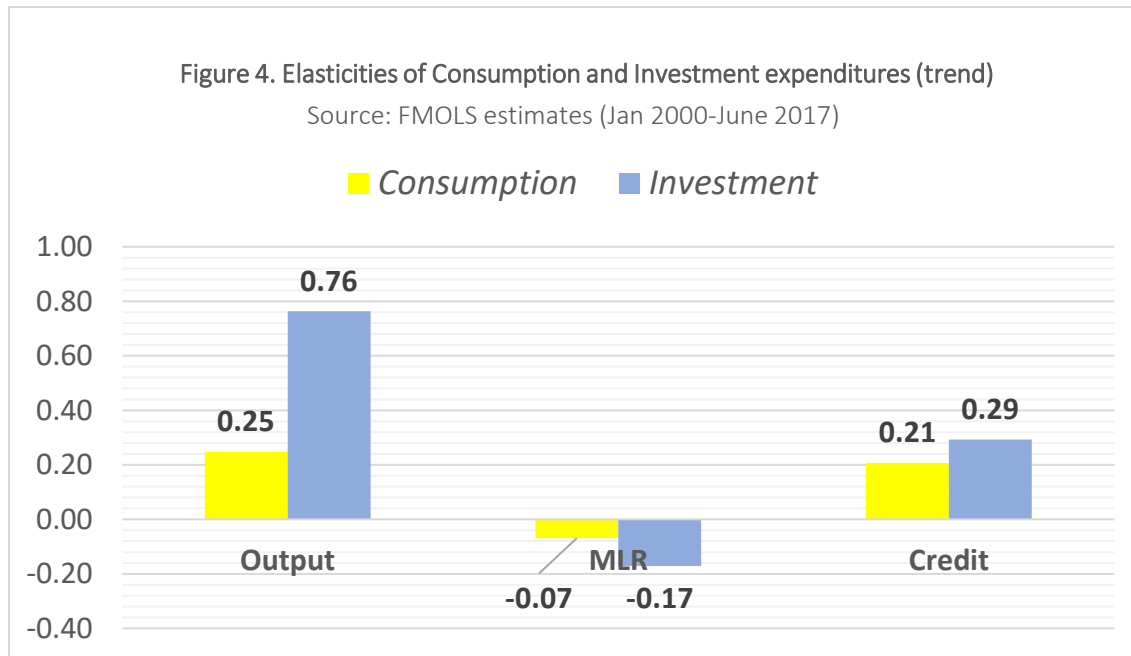
2. Examine Figure 2 and discuss the impact of the Trump tariff imposed on imports from China. What would be its impact on the Thai economy?



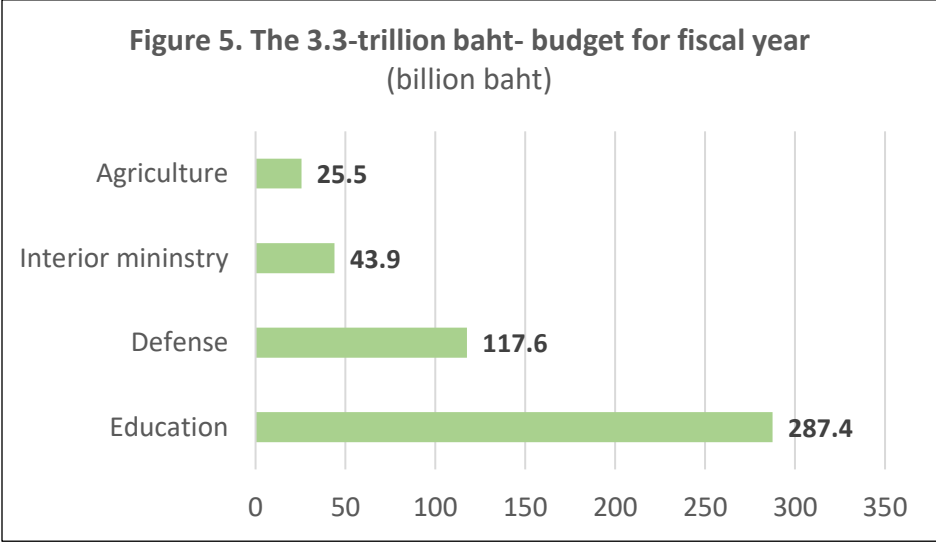
3. "Evidence in Figure 3 indicates that exports are major determinants of Thailand's economic growth; therefore the 2019 export shortfalls would reduce Thailand's GDP growth." If so, explain why. If not, why not?



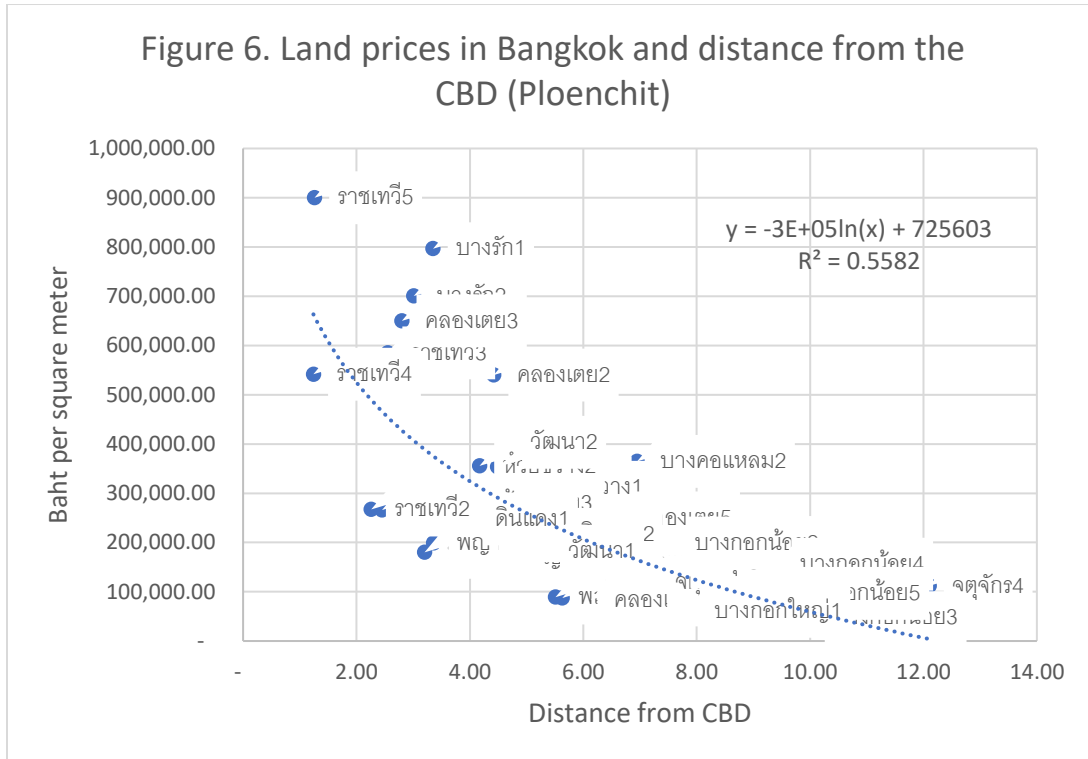
4. After the monetary policy committee decided to maintain the policy interest rate at 1.75% in May 2019 meeting, based on the estimated elasticities shown in Figure 4, do you think that the Thai economy would be able to sustain a GDP growth rate of 3.8 % in 2019?



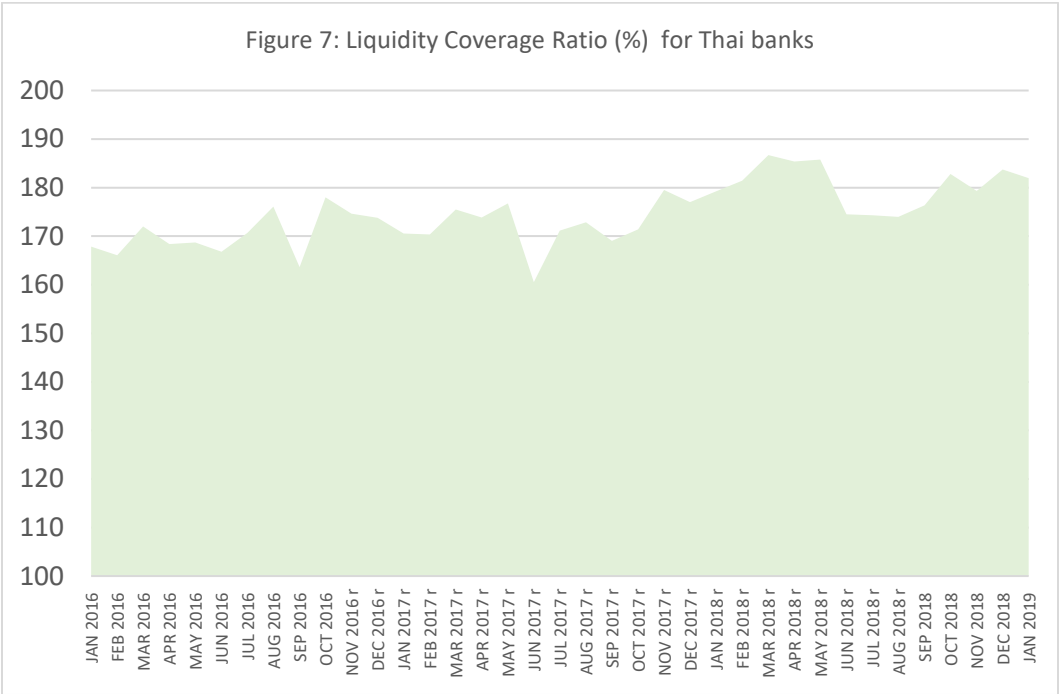
5. The government has allocated 3.3 trillion baht for the 2019 fiscal year. Discuss the relative impacts on GDP of the four types of spending as shown in Figure 5.



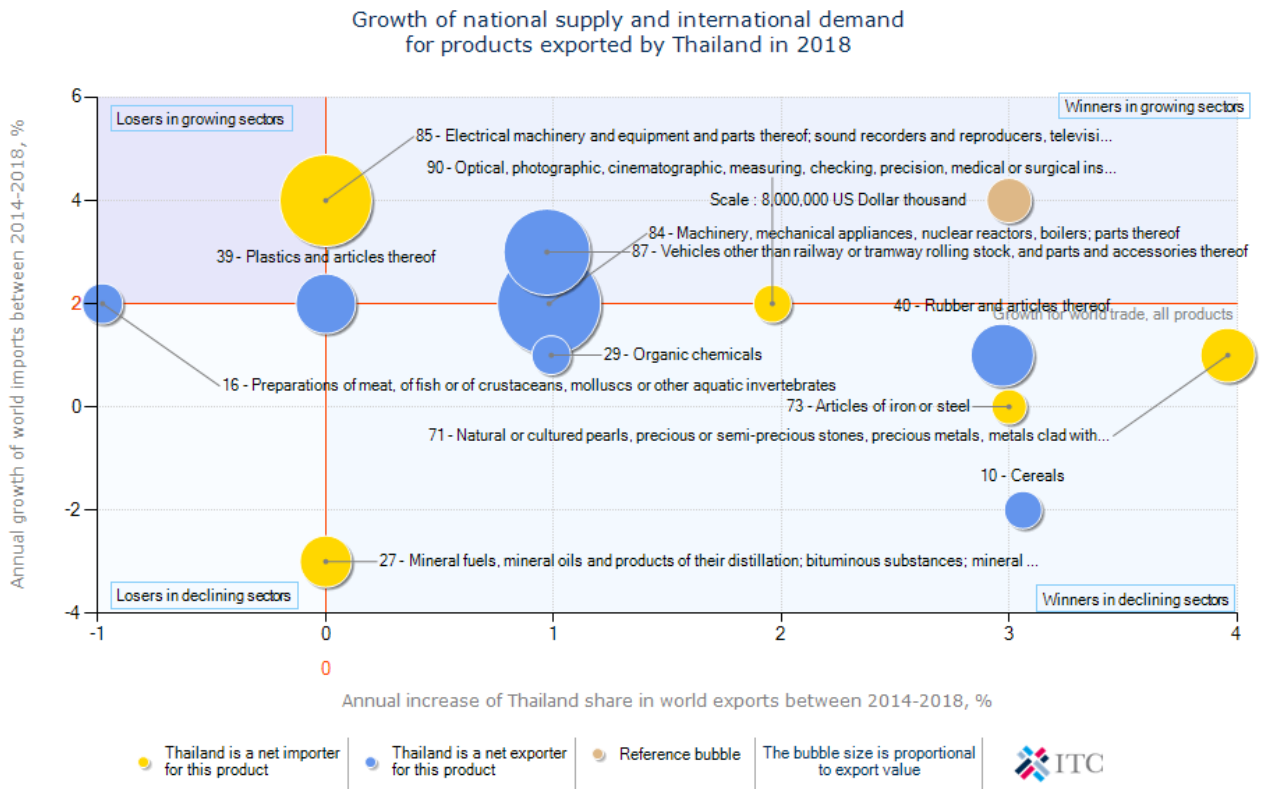
6. How would the land prices in Bangkok be affected by new turnpikes, accommodative monetary policy, and more modern shopping malls?



7. Do you think that the liquidity coverage ratio of Thai commercial banks is high enough to prevent the skyscraper effect as well as recession predicted by the Austrian Business Cycle model?



8. Identify challenges to Thailand's export-oriented industries as shown in Figure 8. What can be possible solutions?



9. What does Figure 9 tell you about the Bank of Thailand's motivation and policy behavior and persistence?

