Student Number .....

Student ID.....

EE312 Macroeconomics, 2/2013 (Sec. 046402)
Problem Sets 5

Please submit at the BE office, 5th floor department of Economics building.
Deadline of submission : Thursday, 10 April, 2014, before 15.00 hrs.
You may **submit on or before** the deadline.
You may email your homework to **ee312sec2hw@gmail.com** on the deadline **and** you **MUST submit hard-copy together with a printout of your email on Friday 11 before 2PM.**
Late submission will not be accepted.

1. Use the Closed-Economy, Monetary Interemporal Model to analyze the effects of an increase in government spending on the real wage, employment, current output and the real interest rate, current consumption and price level. (If the space provided is not enough, please attach a separate paper.)