Student ID.....

# Homework 4 , EE312 Macroeconomics, 2/2017 (Sec. 046402 - Sicha)

Please submit at the BE office, 5th floor department of Economics building.
Deadline of submission : February 23, 2018, before 15.00 hr. Late submission will not be accepted.
**If the space provided is not enough, please attach a separate sheet.**

1. A small open economy with a **floating exchange rate** is in recession with balanced trade. If policymakers want to reach full employment while maintaining balanced trade, what combination of monetary and fiscal policy should they choose?

IS-LM-BP

Exchange Rate Market

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