Reg. No………………………………………..   Name………………………………………………   **19U614**

B. A. DEGREE END SEMESTER EXAMINATION - MARCH 2019

SEMESTER – 6: ECONOMICS (CORE COURSE)

COURSE: **15U6CRECO12: MACRO ECONOMIC ANALYSIS**

(Common for Regular - 2016 Admission / Supplementary-Improvement 2015 admission)

Time: Three Hours   Max. Marks: 75

Part A

Answer **all** questions in one or two sentences. Each question carries 1 mark.

1. Hyperinflation
2. Investment multiplier
3. Phillip's curve
4. Soft money
5. Liquidity trap
6. Fiscal Policy
7. Induced investment
8. MPS
9. Inflationary gap
10. Peak of a trade cycle   (1 x 10 = 10 marks)

Part B

Answer **any eight** of the following in three or four sentences. Each question carries 2 marks.

11. Dampeners on accelerator
12. Multiplier
13. What are the factors that affect MEC?
14. High powered money
15. GNP deflator
16. What is meant by investment function?
17. Quantitative monetary policy
18. Different phases of a trade cycle
19. Differentiate between demand pull inflation and cost push inflation.   (2 x 8 = 16 marks)

PART C

Answer **any five** of the following in not more than one page. Each question carries five marks.

20. Briefly explain the functions of money
21. Working of automatic stabilizers
22. Discuss the effects of inflation

23. Write a note on super multiplier

24. Explain Inventory approach to demand for money

25. Various sources of money supply in India

26. Explain the causes of demand pull inflation   (5 x 5 = 25 marks)

PART D

   Answer **any two** of the following in not exceeding four pages. Each question carries 12 marks.

27. Explain the classical theory of money and price determination.

28. Derive the IS-LM curves and explain the basic ISLM model

29. Critically examine Hawtry's theory of trade cycle.

30. Discuss short run and long run Phillip's curves. Show that there is no inflation-unemployment

    trade off in the long run.

                                                                                      (12 x 2 = 24 marks)

****