Reg. No……………………………………..   Name…………………………………………

B.A. DEGREE END SEMESTER EXAMINATION – MARCH 2023

SEMESTER – 6: ECONOMICS (CORE COURSE)

COURSE: 15U6CRECO12 –: MACRO ECONOMIC ANALYSIS

(*Common for Supplementary 2015/2016/2017/2018 Admissions*)

Time: Three Hours   Max. Marks: 75

PART A

Explain all the following in one or two sentences.

Each question carries 1 mark.

1. MPC
2. Open economy
3. Soft money
4. Peak of a trade cycle
5. Macroeconomics
6. Fiscal policy
7. Define full employment
8. Accelarator
9. Inflationary Gap
10. Effective demand   (1 x 10 = 10)

PART B

Answer any eight of the following in three or four sentences.

Each question carries 2 marks.

11. What are automatic stabilizers? Give two examples
12. Analyse the importance of Keynesian multiplier
13. Liquidity trap
14. What is Philips Curve? Why is it important?
15. GNP deflator
16. Different phases of a trade cycle
17. State the difference between cost push inflation and Demand pull inflation
18. What is meant by investment function
19. Distinguish Aggregate demand curve and Aggregate supply curve

(2 x 8 = 16)

PART C

Answer any five of the following in not more than one page.

Each question carries 5 marks.

20. Briefly explain the functions of money.
21. Examine the factors that influence LM curve to shift?
22. Write a note on super multiplier.

23. Explain the Keynes theory of Trade cycles.
24. Various sources of money supply in India.
25. Identify the important factors that influence consumption other than Income.
26. Explain monetary policy.

(5 x 5 = 25)

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 model for a two sector economy
29. Critically examine Tobin's portfolio selection model of demand for money
30. What do you understand by business cycle? Explain its features and different phases. Also discuss the explanations of Hawtrey, Hayek and Keynes.

(12 x 2 = 24)

****