Name ....

24U520

B. A. DEGREE END SEMESTER EXAMINATION - OCTOBER 2024
SEMESTER 5 : ECONOMICS
COURSE : **19U5CRECO8 : MACROECONOMIC ANALYSIS**
(For Regular 2022 Admission and Supplementary 2021/ 2020 / 2019 Admissions)

Time : Three Hours

Max. Marks: 75

PART A
Answer All (1 mark each)

1. What is accelerator?
2. Define Demand Pull inflation.
3. Why transitory consumption occurs?
4. What is meant by backward looking expectations?
5. What is outside lag?
6. What is stagflation?
7. Define IS curve.
8. Why Keynes gave more importance to fiscal policy than monetary policy?
9. What is meant by high powered money?
10. Define fiscal policy.

(1 x 10 = 10)

PART B
Answer any 8 (2 marks each)

11. What is policy ineffectiveness proposition?
12. What is meant by qualitative credit control?
13. What is the relationship between MPC and APC?
14. What are the lessons from Luca's critique?
15. What is precautionary demand for money?
16. What is meant by trade off between inflation and unemployment?
17. What is money multiplier?
18. What is meant by time inconsistency of policies?
19. Define permanent consumption.
20. Explain the neo classical ideas on formation of expectations.

(2 x 8 = 16)

PART C
Answer any 5 (5 marks each)

21. Explain the three ranges of LM curve.
22. Explain the transaction demand for money and its determinants.
23. What are the major tenets of New Classical Economics.
24. Analyse the Keynesian theory of consumption.
25. Explain Keynes' Theory of Investment.
26. What are the different types of budgetary policies?
27. Assess the classification of inflation.

(5 x 5 = 25)

PART D
Answer any 2 (12 marks each)

28. Identify the causes and effects of inflation.

29. Compare the Absolute and Relative income hypotheses.

30. Outline the major developments in macro economic thought in the post Keynesian era.

31. Evaluate major trade cycle theories.

(12 x 2 = 24)