

M. A. DEGREE END SEMESTER EXAMINATION - NOVEMBER 2024**SEMESTER 1 : ECONOMICS****COURSE : 24P1ECOT02 : MACROECONOMIC THEORY AND POLICY***(For Regular - 2024 Admission)*

Duration : Three Hours

Max. Weights: 30

PART A**Answer any 8 questions****Weight: 1**

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| 1. Natural rate of unemployment. | (U) |
| 2. Effective demand. | (R) |
| 3. Cold turkey versus Gradualism. | (R) |
| 4. Inflation targeting. | (U) |
| 5. Accelerator. | (R) |
| 6. Keynes psychological law of consumption. | (U) |
| 7. Investment function. | (U) |
| 8. Life time utility. | (U) |
| 9. Jugler cycle. | (R) |
| 10. Keynes effect. | (U) |
| | (1 x 8 = 8) |

PART B**Answer any 6 questions****Weights: 2**

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| 11. Write a short note on adaptive expectations. | (E) |
| 12. Explain Kaldor's theory of trade cycle. | (R) |
| 13. Discuss the Classical and Keynesian approach to labour market. | (An) |
| 14. The life cycle hypothesis puts forward the view that consumption is related to the present value of the individual's income or wealth. Is this correct? Comment. | (U) |
| 15. Write a short note on NAIRU. | (E) |
| 16. Write a note on Political business cycle theory. | (U) |
| 17. Write a short essay on Modigliani Miller theory. | (An) |
| 18. Write a short essay on the Barro-Grossman and Malinvaud model. | (E) |
| | (2 x 6 = 12) |

PART C**Answer any 2 questions****Weights: 5**

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| 19. Examine the Diamond-Mortensen-Pissarides model of search unemployment. | (E) |
| 20. Explain the causes, effects and recovery of the Great Depression. | |
| 21. Explain Friedman's Restatement of Quantity theory of money. | (R) |
| 22. Compare and contrast the differences between Keynesian income determination in a three sector economy and four sector economy? | (An) |

(5 x 2 = 10)

OBE: Questions to Course Outcome Mapping

CO	Course Outcome Description	CL	Questions	Total Wt.
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Cognitive Level (CL): Cr - CREATE; E - EVALUATE; An - ANALYZE; A - APPLY; U - UNDERSTAND; R - REMEMBER;