B.A. DEGREE END SEMESTER EXAMINATION MARCH 2018

SEMESTER – 6: ECONOMICS (CORE COURSE)

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

(For Regular - 2015 Admission)

Time: Three Hours   Max. Marks: 75

PART A

Explain **all** the following in one or two sentences.

Each question carries **1** mark.

1. Multiplier
2. MPC
3. Cost push inflation
4. Fiscal policy
5. Depression
6. Dynamic process
7. Accelarator
8. REPO
9. Macroeconomics
10. Stagflation   (1 x 10 = 10)

PART B

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

Each question carries **2** marks.

11. Explain working of Accelarator.
12. Analyse the importance of Keynesian multiplier.
13. Explain automatic stabilizers?
14. What is Philips Curve? Why is it important?
15. State the difference between cost push inflation and Demand pull inflation
16. MPC= 0.6 find 1)multiplier and 2)MPS
17. Explain the concept of super multiplier.
18. Explain dampeners of accelerator.
19. What is crowding out effect? Explain.   (2 x 8 = 16)

PART C

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

Each question carries **5** marks.

20. Examine the factors that influence LM curve to shift?
21. Explain the different phases of trade cycles.
22. Explain the Keynes theory of Trade cycles.
23. Examine the different effects of inflation?

24. Explain classical theory of money and price determination.
25. What are the functions of money and the constituents of money supply?
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 Tobin, Friedman and Baumol approach to money supply
28. Derive the IS-LM model for a two sector economy.
29. Examine the Hawtrey – Hayek model of trade cycle.
30. Critically analyse how the multiplier operates in UDCs (12 x 2 = 24)

****