

QP CODE: 22103497



Reg No :

Name :

**B.A DEGREE (CBCS) REGULAR / REAPPEARANCE EXAMINATIONS,
NOVEMBER 2022**

Fifth Semester

B.A Economics Model I

CORE COURSE - EC5CRT08 - MACRO ECONOMICS- II

2017 Admission Onwards

3B130B53

Time: 3 Hours

Max. Marks : 80

Instructions to Private candidates only: This question paper contains two sections. Answer **SECTION I** questions in the answer-book provided. **SECTION II**, Internal examination questions must be answered in the question paper itself. Follow the detailed instructions given under SECTION II

SECTION I

Part A

*Answer any **ten** questions.*

*Each question carries **2** marks.*

1. Define permanent income.
2. What is life cycle income ?
3. Induced investment .
4. What is money ?
5. What is high powered money?
6. Distinguish between structural and frictional unemployment.
7. What are the methods to control inflation?
8. Philips Curve.
9. Stagflation.
10. What do you mean by moral suasion?
11. What is new classical economics?
12. What is Laffer Curve?

(10×2=20)



Part B

Answer any **six** questions.

Each question carries **5** marks.

13. Explain Keynesian consumption function with the help graph.
14. What is acceleration principle ?
15. Explain the Keynesian theory of interest rate determination
16. Illustrate with the help of a diagram the liquidity trap.
17. Diagrammatically explain inflationary gap.
18. Explain the types and phases of trade cycle.
19. What are the objectives of fiscal policy?
20. Write a note on Supply Side economics.
21. What is new keynesian economics?

(6×5=30)

Part C

Answer any **two** questions.

Each question carries **15** marks.

22. Write an essay on permanent income hypothesis .
23. What is unemployment? Explain the different types of unemployment.
24. What is business cycle ? Explain the different phases of business cycle.
25. What are the important propositions of New Keynesian School?

(2×15=30)

