



23114089

QP CODE: 23114089

Reg No : .....

Name : .....

**B.A DEGREE (CBCS ) SPECIAL SUPPLEMENTARY EXAMINATIONS, APRIL 2023**

**Fifth Semester**

**CORE COURSE - EC5CRT08 - MACRO ECONOMICS- II**

Common for B.A Economics Model I, B.A Economics Model II Foreign Trade, B.A Economics Model  
II Insurance & B.A Corporate Economics Model III

2020 Admission Only

235090DE

Time: 3 Hours

Max. Marks : 80

**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. Define money.
5. What is meant by liquidity ?
6. What is meant by liquidity trap ?
7. What are the various measures of supply of money in India?
8. Define demand pull inflation.
9. Define Stagflation.
10. What is trade Cycle?
11. What is Monetarism?
12. Write a note on New Classical Economics .

(10×2=20)

**Part B**

*Answer any **six** questions.*

*Each question carries **5** marks.*



13. Explain Friedman's consumption function.
14. What is acceleration principle ?
15. Diagrammatically explain deflationary gap.
16. What are the fiscal and monetary measures to control inflation?
17. Explain the Philips curve.
18. What are the objectives of monetary policy?
19. What are the objectives of fiscal policy?
20. Distinguish between human and non-human wealth.
21. Explain New Keynesian Economics.

(6×5=30)

### Part C

*Answer any **two** questions.*

*Each question carries **15** marks.*

22. Explain the 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)