



23123790

QP CODE: 23123790

Reg No :

Name :

B.A DEGREE (CBCS) REGULAR EXAMINATIONS, MAY 2023

Fourth Semester

B.A Economics Model I

CORE COURSE - EC4CRT05 - MACRO ECONOMICS- I

For Regular Candidates : 2021 Admission Only

For Private Candidates : 2017 Admission Onwards

37872E67

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

Part A

*Answer any **ten** questions.*

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

1. Macro dynamics.
2. Explain the concept of circular flow of economic activity.
3. National income.
4. What is meant by green accounting?
5. How is the rate of interest determined in the classical system?
6. Define full employment.
7. Distinguish between autonomous investment and induced investment.
8. What is Marginal Efficiency of Capital?
9. What is effective demand?
10. Under employment equilibrium.
11. If the value of MPC is 0.8 Find out the value of multiplier.
12. What is balanced budget multiplier?



(10×2=20)

Part B

*Answer any **six** questions.*

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

13. Distinguish between microeconomics and macroeconomics.
14. Explain the expenditure method of measuring national income.
15. What are the difficulties in the measurement of national income?
16. What is social accounting?
17. Wage price flexibility assumption.
18. Explain cash transactions version of quantity theory.
19. Distinguish between APC and MPC.
20. Explain Keynes Psychological law of consumption.
21. What are the components of aggregate demand and aggregate supply in Keynesian three sector model?

(6×5=30)

Part C

*Answer any **two** questions.*

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

22. Explain the income method of measuring national income, What are the precautions to be taken while using income method?
23. What are the fundamental assumptions of Classical theory?
24. Explain the main features of Keynesian Economics.
25. Explain with the help of figures the simple keynesian model of income determination.

(2×15=30)

