QP CODE: 20100904

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Reg No : ....

Name : ....

B.A DEGREE (CBCS) EXAMINATION, MARCH 2020
Fourth Semester
B.A Economics Model I

Core Course - EC4CRT05 - MACRO ECONOMICS- I
2017 Admission onwards

FF94AC2D

Time: 3 Hours

Maximum Marks: 80

Part A
*Answer any **ten** questions.*
*Each question carries **2** marks.*

1. Normal resident
2. Define net factor income from abroad.
3. Explain the social accounting method in national income estimation.
4. Classical revolution
5. Define fullemployment.
6. Explain the money sector in the classical system
7. In the consumption function, C=a+bY, b stands for what?
8. Distinguish between APS and MPS.
9. What is investment?
10. What are the two factors determining Marginal Efficiency of Capital ?
11. What is Effective demand?
12. Calculate multiplier when the value of MPC is 0.75.

(10×2=20)

Part B
*Answer any **six** questions.*
*Each question carries **5** marks.*

13. Distingush between Macro statics and Macro dynamics.
14. What are the difficulties in the measurement of national income?

15. What is the equation of exchange?

16. Explain cash transactions approach.

17. Calculate APC , MPC , APS and MPS when income is 200, 300. 400,500,600 and consumption is 180,230, 280,330,380

18. Discuss the subjective factors determining consumption

19. What are the factors determining investment?

20. What are the condtions for Keynesian equilibrium income and output?

21. Distinguish between inflationary gap and deflationary gap

(6×5=30)

Part C

Answer any *two* questions.

Each question carries *15* marks.

22. What are the important differences between Microeconomics and Macreconomics?

23. How do the rate of interest is deternined in the classical system?

24. Explain the main features of Keynesian Economics

25. Explain the determination of income and output in a 4 sector Keynesian model

(2×15=30)