

QP CODE: 19101445



19101445

Reg No :

Name :

B.A DEGREE (CBCS) EXAMINATION, MAY 2019**Fourth Semester**

B.A Economics Model I

Core Course - EC4CRT05 - MACRO ECONOMICS- I

2017 Admission onwards

8DF93A22

Maximum Marks: 80**Time: 3 Hours****Part A**Answer any **ten** questions.Each question carries **2** marks.

1. Define National Income.
2. What is double counting
3. Full employment.
4. Derive the marginal productivity of labour or demand for labour curve from the classical production function
5. What is autonomous consumption
6. Distinguish between APS and MPS
7. What is planned investment
8. What are the two factors determining Marginal Efficiency of Capital
9. What is Aggregate Demand Function
10. Define aggregate supply function
11. Define autonomous investment
12. Define inflationary gap

(10×2=20)

Part BAnswer any **six** questions.Each question carries **5** marks.

13. What are the differences between Macroeconomics and Microeconomics.
14. Explain the value added method of estimating national income.
15. Explain cash transactions approach.
16. Explain Classical dichotomy .
17. Explain Keynes criticism of classical theory.
18. Write a note on Keynesian revolution

19. Calculate APC , MPC , APS and MPS when income is 1000, 2000, 3000, 4000, 5000, 6000 and consumption is 900, 1700, 2300, 2600, 2800, 3000
20. Discuss the objective factors determining consumption
21. What is an open economy

(6×5=30)

Part C

Answer any **two** questions.

Each question carries **15** marks.

22. Explain National income estimation in India.
23. How do rate of interest is determined in the classical system? What changes would you expect if there is an increase in the demand for investment?
24. How is output and income determined in an open economy model
25. Explain the shifts in IS curve and LM curves and the resulting equilibrium positions

(2×15=30)