

QP CODE: 24035042



Reg No :

Name :

**B.A DEGREE (CBCS) REGULAR / REAPPEARANCE EXAMINATIONS, OCTOBER
2024**

Fifth Semester

B.A Economics Model I

CORE COURSE - EC5CRT08 - MACRO ECONOMICS- II

2017 Admission Onwards

0E4BC1AA

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. Define demonstration effect.
2. What is life cycle income ?
3. Tobin's 'q' theory of investment.
4. What is high powered money?
5. Define walking inflation.
6. Deflationary gap .
7. Define unemployment.
8. What is Philips curve?
9. What is natural rate of unemployment?
10. Define monetary policy.
11. New Keynesian Macroeconomics.
12. Write a note on rational expectation hypothesis.

(10×2=20)



Part B

Answer any **six** questions.

Each question carries **5** marks.

13. Explain Keynesian consumption function with the help graph.
14. Explain the permanent income hypothesis.
15. Define money.
16. Explain the concept of Keynes effect.
17. What is Stagflation? Explain the factors that led to stagflation.
18. Explain trade cycle and phases of trade cycle.
19. What are the objectives of fiscal policy?
20. Explain New Keynesian Economics.
21. What is new keynesian economics?

(6×5=30)

Part C

Answer any **two** questions.

Each question carries **15** marks.

22. Explain the permanent income hypothesis.
23. Explain the Keynesian liquidity preference theory of interest .
24. What is business cycle ? Explain the different phases of business cycle.
25. Discuss the important propositions of Monetarism.

(2×15=30)