



QP CODE: 25009470

Reg No :

Name :

B.A DEGREE (CBCS) SPECIAL REAPPEARANCE EXAMINATIONS, FEBRUARY 2025

Fifth Semester

B.A Economics Model I

CORE COURSE - EC5CRT08 - MACRO ECONOMICS- II

2022 Admission Only

FECB8A82

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. What is life cycle income ?
2. Induced investment.
3. Tobin's 'q' theory of investment.
4. What is money ?
5. Define inflation.
6. Inflationary gap.
7. Define unemployment.
8. What is Philips curve?
9. Define Stagflation.
10. Define open market operation.
11. Write a note on New Classical Economics.



12. Write a note on Supply Side economics.

(10×2=20)

Part B

Answer any **six** questions.

Each question carries **5** marks.

13. Explain Keynesian consumption function with the help graph.
14. Briefly explain the Relative income hypothesis of consumption.
15. What is M1 measure of money?
16. What are the methods to control inflation?
17. What is natural rate of unemployment?
18. Explain trade cycle and phases of trade cycle.
19. What are the objectives of fiscal policy?
20. What is Laffer Curve?
21. Explain the propositions of New Keynesian School.

(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)