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(Pages : 2)

Reg. No.....

Name.....

B.A. DEGREE (C.B.C.S.S.) EXAMINATION, OCTOBER 2019

Fifth Semester

B.A. Corporate Economics

Core Course—MACRO ECONOMICS—I

[2013 to 2016 Admissions]

Time : Three Hours

Maximum Marks : 80

Part A (Definition Type Questions)

Answer all questions in one or two sentences each.

Each question carries 1 mark.

1. Gross National Product.
2. Factor income method.
3. Frictional unemployment.
4. Aggregate demand function.
5. Consumption function.
6. Demonstration effect.
7. Autonomous investment.
8. MEC.
9. Hyper inflation.
10. Demand-pull inflation.

(10 × 1 = 10)

Part B (Short Answer Questions)

Answer any eight questions in a paragraph each.

Each question carries 2 marks.

11. Explain the meaning of macro economics.
12. What is meant by circular flow of income ?
13. Define National Income.
14. Explain the expenditure method of calculating national income.
15. Explain the concept of full employment.
16. Mention any four assumptions of Say's law of markets.
17. Explain the concept of effective demand.

Turn over

18. What do you mean by public debt ?
19. What is consumption curve ?
20. State the Keynes's view on relationship between saving and investment.
21. Distinguish between monetary and fiscal policies.
22. Write a short note on effects of inflation on production.

(8 × 2 = 16)

Part C (Short Essays)

Answer any six questions.

Answer should not exceed one and a half page each.

Each question carries 4 marks.

23. Explain the significance of macro economic analysis.
24. Discuss the difficulties in the calculation of national income.
25. What is full employment in classical theory ?
26. Explain life cycle hypothesis.
27. Explain the factors that determine consumption function.
28. Describe the Keynes's psychological law of consumption.
29. What do you mean by investment ? What are its different types ?
30. Discuss the causes of inflation.
31. Explain any two theories of inflation.

(6 × 4 = 24)

Part D (Long Essays)

Answer any two questions.

Answer should not exceed four pages each.

Each question carries 15 marks.

32. Define Fiscal Policy. Explain the objectives and limitations of fiscal policy.
33. What are the effects of inflation and how can inflation be controlled ?
34. Explain the Marginal Efficiency of capital, what are the factors that determine it.
35. Explain Keynes's theory of employment.

(2 × 15 = 30)