

QP CODE: 20100709



Reg No :

Name :

BA DEGREE (CBCS) EXAMINATION, MARCH 2020

Sixth Semester

B.A Corporate Economics Model III

Core Course - EC6CRT03 - MACRO ECONOMICS - II

2017 Admission Onwards

6A42197B

Time: 3 Hours

Maximum Marks :80

Part A

*Answer any **ten** questions.*

*Each question carries **2** marks.*

1. Write the formula for Multiplier.
2. What is sun-spot theory?
3. Examine the importance of money.
4. What is Hyper Inflation.
5. What is full employment.
6. What is Cyclical unemployment?
7. What is money supply?
8. What is Keynesian economics in simple terms?
9. Explain the assumptions of General Equilibrium.
10. Define Aggregate supply?
11. Explain Exchange rate.
12. What are the problems or difficulties in international trade?

(10×2=20)

Part B

*Answer any **six** questions.*

*Each question carries **5** marks.*

13. Explain the paradox of thrift.
14. Explain the factors affecting trade cycles.





15. Explain the tools of monetary policy and fiscal policy.
16. State how stagflation can be controlled.
17. Explain the monetary policy tools to control Inflation.
18. Explain Hicksian cross diagram.
19. Assess the effectiveness of monetary policy in controlling Inflation.
20. Analyse the implications of foreign trade multiplier.
21. What are the factors that influence terms of trade?

(6×5=30)

Part C

*Answer any **two** questions.*

*Each question carries **15** marks.*

22. Discuss Samuelson's model of business cycle.
23. Graphically examine Keynesian quantity theory of demand for money.
24. During the global financial crisis of 2007-09, there was a fall in consumer spending in many countries. why?
25. Critically examine Leontief paradox.

(2×15=30)

