



QP CODE: 24015924



Reg No :

Name :

B.A DEGREE (CBCS) SPECIAL REAPPEARANCE EXAMINATIONS, MARCH 2024

Fifth Semester

B.A CORPORATE ECONOMICS MODEL III

CORE COURSE - EC5CRT03 - MACRO ECONOMICS I

2021 Admission Only

D81F7337

Time: 3 Hours

Max. Marks : 80

Part A

Answer any ten questions.

Each question carries 2 marks.

1. Write a note on Adam Smith.
2. What is Economic Growth?
3. What is GDP?
4. What are the uses of National Income?
5. What is Deflation?
6. What is reverse Repo rate?
7. Explain Phillips curve.
8. Explain the advocates of Classical theory.
9. What is real and nominal income?
10. What is sticky prices?
11. What is propensity to save?
12. What are the two forms of consumption function?

(10×2=20)

Part B

Answer any six questions.

Each question carries 5 marks.

13. What are the importance of circular flow of income?





14. How macro economic policies stimulated economic growth?
15. Elucidate Product method for calculating National income.
16. What precautions should be taken while estimating National Income by Expenditure method?
17. What are open market operations?
18. Examine the determination of income and employment in the short-run -without saving and investment?
19. What is the significance of keynesian Economics?
20. Distinguish between APC,MPC,APS,MPS.
21. What is relative income hypothesis? How does it differ from Keyne's absolute income hypothesis?

(6×5=30)

Part C

*Answer any **two** questions.*

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

22. Explain circular flow of income in an open economy?
23. From the following data calculate GNP and NNP at market prices by:
 - a.) Income method
 - b.) Expenditure method

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| 1. Mixed income of self employed | 400 |
| 2. Compensation of employees | 500 |
| 3. Private final consumption expenditure | 900 |
| 4. Net factor income from abroad | (-)20 |
| 5. Net indirect taxes | 100 |
| 6. Consumption of fixed capital | 120 |
| 7. Net domestic capital formation | 280 |
| 8. Net Exports | (-)30 |
| 9. Profits | 350 |
| 10. Rent | 100 |
| 11. Government final consumption expenditure | 300 |

24. Explain the anti-inflationary Fiscal policy.
25. Explain Keyne's Theory of employment. How does it differ from Classical theory.

(2×15=30)

