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TB244798C

Reg. No :

Name :

BACHELOR'S DEGREE (C.B.C.S) EXAMINATION, MARCH 2024

2022 ADMISSIONS REGULAR

SEMESTER IV - CORE COURSE (ECONOMICS)

EC4B05B18 - Macro Economics – I

Time : 3 Hours

Maximum Marks : 80

Part A

I. Answer any Ten questions. Each question carries 2 marks

(10x2=20)

1. Define National income.
2. Explain Macro Statics.
3. Write Keynes cash balance equation of quantity theory of money.
4. What do you mean by velocity of money?
5. Define ADF.
6. Explain Keynes Psychological law of consumption.
7. How Capital and investment related to each other?
8. What do you mean by induced investment? Discuss the determinants of induced investment.
9. What is marginal propensity to invest?
10. What is balanced budget multiplier?
11. Suppose, household consumption is $C = \$30 + 0.80 Y_d$ and Investment is \$ 150. Find equilibrium level of income.
12. What is Government expenditure multiplier?

Part B

II. Answer any Six questions. Each question carries 5 marks

(6x5=30)

13. Discuss income method of measuring NI.
14. Explain the precautions that should be taken while estimating NI using Expenditure method.
15. What are the implications of Say's law of market.
16. Explain quantity theory of money.
17. Describe the Principle of effective demand.
18. What are the determinants of investment?
19. Explain balanced budget multiplier.
20. What are the assumptions of multiplier?
21. Derive LM curve.

Part C

III. Answer any Two questions. Each question carries 15 marks

(2x15=30)

22. Examine expenditure method of measuring NI and its precautions
23. Elaborate Classical theory of income, output and employment determination.
24. Write a note on Keynesian Revolution and how Keynes criticise classical theory?
25. Explain Hicks-Hansen model of income and interest rate determination using IS-LM framework.

