

TM242998Q

Reg. No :

Name :

MASTER'S DEGREE (C.S.S) EXAMINATION, MARCH 2024

2023 ADMISSIONS REGULAR

SEMESTER II - CORE COURSE Economics

EC2C07TM20 - Macroeconomics-II

Time : 3 Hours

Maximum Weight : 30

Part A

I. Answer any Eight questions. Each question carries 1 weight

(8x1=8)

1. Define says law.
2. What do you mean by time inconsistency?
3. Explain views of NCM on business cycle.
4. Explain neutrality of money.
5. Explain Laffer curve.
6. Explain sticky wages.
7. Mention any two features of post Keynesian economics.
8. Explain sticky nominal wages.
9. What do you mean by a non linear model?
10. What do you mean by mortgage markets?

Part B

II. Answer any Six questions. Each question carries 2 weight

(6x2=12)

11. Examine the role of credibility in new classical macroeconomics.
12. The rational expectations hypothesis suggests that monetary policy, even though it will affect the aggregate demand curve, might have no effect on real GDP. Comment
13. Does the economy experience large exogenous productivity shocks in the short run ? Justify your answer.
14. How can the government stimulate the economy using supply side policies? Explain .
15. Enumerate the policy implications of NKE.
16. Examine the Shapiro Stiglitz model.
17. Give an account of the Asset Backed Securities.
18. Briefly analyse the policy implication of financial deregulation.

Part C

III. Answer any Two questions. Each question carries 5 weight

(2x5=10)

19. Critically analyse the contributions of Robert Lucas to the NCM.
20. Explain in detail the role of supply side policies in bringing about growth and development in an economy.
21. Explain in detail the DMP model. What are its policy implications?
22. Do you think financial deregulation and securitization are important to move an economy forward ?Comment.

