

Integrated M.A . Programme in Social Sciences (C.S.S) EXAMINATION, NOVEMBER 2024

2023 ADMISSIONS REGULAR

SEMESTER III - CORE COURSE ECONOMICS

EC03C10IM20 - Macro Economics – I

Time : 3 Hours

Maximum Weight : 30

Part A

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

(8x1=8)

1. What is Exogeneous variables?
2. What is Endogenous variable?
3. Define Real GNP.
4. Define GNP.
5. Explain Equation of Exchange.
6. Define Says Equality
7. Define Consumption Function
8. Define Animal Spirits.
9. Define Permanent Income
10. Define Relative Income.

Part B

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

(6x2=12)

11. Explain the difference between macroeconomics and microeconomics.
12. Explain the circular flow of economic activity in a two sector economy.
13. Explain the difference between Nominal GNP and Real GNP.
14. What is Classical Dichotomy?
15. Explain Pigou Effect.
16. Explain the important principles of Keynesian Macroeconomics
17. Explain Accelerator theory of Investment.
18. State the theory of Permanent Income Hypothesis.

Part C

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

(2x5=10)

19. Explain income method, product method and expenditure method of measuring national income and state the difficulties in the estimation of national income in India.
20. Explain the important assumptions of classical macroeconomics in detail.

21. Calculate APC, MPC, APS, MPS

INCOME	CONSUMPTION EXPENDITURE
1000	900
2000	1700
3000	2300
4000	2600

5000	2800
6000	3000

22. Critically evaluate Relative Income Hypothesis.