

TB214210WR

Reg. No :

Name :

B.A. DEGREE (C.B.C.S.) EXAMINATION, MARCH 2023

(2021 Admissions Regular, 2020 Admissions Supplementary / Improvement, 2019 & 2018 Admissions Supplementary)

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. What do you mean by double counting?
2. What is operating surplus?
3. Write Fisher's equation of exchange.
4. Explain classical dichotomy.
5. Define ASF.
6. Differentiate between APC and APS.
7. Define autonomous investment.
8. How rate of interest and investment related?
9. How Capital and investment related to each other?
10. How MPC and multiplier related?
11. What are the factors determining the slope of IS curve?
12. How a simultaneous change in government expenditure and taxes changes income according to unit multiplier?

Part B

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

(6x5=30)

13. Discuss income method of measuring NI.
14. Explain Net Economic Welfare.
15. How Keynes criticised classical theory?
16. "Supply creates its own demand". Discuss.
17. Describe the Principle of effective demand.
18. Explain the relation between MEC&MEI.
19. Explain balanced budget multiplier.
20. How general equilibrium of commodity market and money market determines simultaneously?
21. Discuss the working of multiplier.

Part C

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

(2x15=30)

22. Summarize different methods of measuring NI and its precautions.
23. Compare and Contrast Cash transaction and Cash Balance approach of quantity theory of money.
24. What are the components of effective demand and explain Keynesian theory of income determination.
25. Explain Hicks-Hansen model of income and interest rate determination using IS-LM framework.