



21101693

QP CODE: 21101693

Reg No : .....

Name : .....

**B.A DEGREE (CBCS ) SPECIAL SUPPLEMENTARY REGULAR / PRIVATE  
EXAMINATION, JULY 2021**

**Fifth Semester**

B.A Economics Model I

**CORE COURSE - EC5CRT08 - MACRO ECONOMICS- II**

For Regular Candidates 2018 Admission Only,  
For Private Candidates 2017 & 2018 Admissions Only

0545A4B2

Time: 3 Hours

Max. Marks : 80

**Instructions to Private candidates only:** This question paper contains **two** sections. Answer **SECTION I** questions in the answer-book provided. **SECTION II**, Internal examination questions must be answered in the question paper itself. Follow the detailed instructions given under **SECTION II**

**SECTION I**

**Part A**

Answer any **ten** questions.  
Each question carries **2** marks.

1. Explain longrun consumption function .
2. Define ratchet effect in consumption .
3. State acceleration coefficient.
4. Define money.
5. Define unemployment.
6. Define Stagflation.
7. Define natural rate of unemployment.
8. What is trade Cycle?
9. What do you mean by stabilisation policies?
10. What is financial crises?





11. Distinguish between human and non-human wealth.
12. Write a note on Supply Side economics.

(10×2=20)

**Part B**

*Answer any **six** questions.*

*Each question carries **5** marks.*

13. Explain Friedman's views on consumption.
14. Write a note on Tobin's theory of investment.
15. What is meant by liquidity trap?
16. What are the causes of inflation?
17. What is Philips curve?
18. Explain the role of public expenditure in bringing financial stability.
19. What are the objectives of fiscal policy?
20. State the major propositions of monetarist school.
21. What is Laffer Curve?

(6×5=30)

**Part C**

*Answer any **two** questions.*

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

22. Briefly explain the life-cycle hypothesis.
23. Crucially analyze the Keynesian liquidity preference theory of interest.
24. Diagrammatically explain inflationary and deflationary gap.
25. Discuss the contributions of new classical economics. Explain Supply side economics.

(2×15=30)

