B.A DEGREE (CBCS) REGULAR / REAPPEARANCE EXAMINATIONS, JANUARY 2022

Fifth Semester

B.A Economics Model I

CORE COURSE - EC5CRT08 - MACRO ECONOMICS- II

For Regular Candidates : 2017 Admission Onwards

For Private Candidates : 2019 Admission Only

F0F23D64

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 shortrun consumption function.

2. Transaction demand for money.

3. What is meant by transitory consumption?

4. What are the functions of money?

5. The change in high powered money is Rs 50crores . Given the money multiplier 4 ,what will be the change in money supply?

6. Fiscal measures to control inflation.

7. What is Philips curve?

8. Stagflation

9. Monetary policy

10. What do you mean by active monetary policy?

11. What is Monetarism?

12. Distinguish between human and non-human wealth.

(10×2=20)

Part B

Answer any six questions.

Each question carries 5 marks.

13. Explain the life cycle income.

14. Induced investment and autonomous investment.

15. What is meant by liquidity?

16. What are the causes of inflation?

17. What are the different types of unemployment?

18. Explain the types and phases of trade cycle.

19. What are the objectives of fiscal policy?

20. Write a note on Supply Side economics.

21. What is Laffer Curve?

(6×5=30)

Part C

Answer any two questions.

Each question carries 15 marks.

22. Explain the permanent income hypothesis.

23. What is inflation? Explain the fiscal and monetary measurs to control inflation.

24. What is business cycle ? Explain the different phases of business cycle.

25. What are the important propositions of monetarism?

(2×15=30)