Reg. No. : ....

Name : ....

III Semester B.A. Degree (CBCSS – Reg./Supple./Imp.) Examination, November 2016
(2014 Admn. Onwards)
CORE COURSE IN ECONOMICS/DEVELOPMENT ECONOMICS
3B03 ECO : Macro Economic Analysis – I

Time : 3 Hours

Max. Marks : 40

PART – A

Answer **all** questions. **Each** carries **1** mark.

1. What is Macroeconomics ?

2. Define multiplier.

3. What is Involuntary unemployment ?

4. What is precautionary motive ?

(4×1=4)

PART – B

Answer **any 7** questions. **Each** carries **2** marks.

5. Describe Liquidity Preference Theory.

6. Distinguish Aggregate demand and Aggregate supply.

7. Explain Keynes psychological law of consumption.

8. Explain objectives of monetary policy.

9. What is balanced budget ?

10. Explain national income and economic welfare.

11. What is Effective Demand ?

12. Explain the Autonomous and induced investment.

13. What is absolute income hypothesis ?

14. What is Super-Multiplier ?

(7×2=14)

P.T.O.

PART – C

Answer **any 4** questions. **Each** carries **3** marks.

15. Explain the evaluation of Macroeconomics.

16. Explain role of government expenditure.

17. Explain balanced and unbalanced Budget and Multiplier effect.

18. Explain circular flow of income and expenditure.

19. Explain Keynes attack on Classicalism.

20. Explain the relevance of Keynesian policy measures.   (4×3=12)

PART – D

Answer **any 2** questions. **Each** carries **5** marks.

21. Explain the classical theory of output and employment.

22. Explain the importance and limitations of macroeconomics.

23. Explain theories of consumption function.

24. Explain the theories of interest.   (2×5=10)