



K24U 2788

Reg. No. : .....

Name : .....

V Semester B.A. Degree (C.B.C.S.S. – O.B.E. –Regular/ Supplementary/  
Improvement) Examination, November 2024

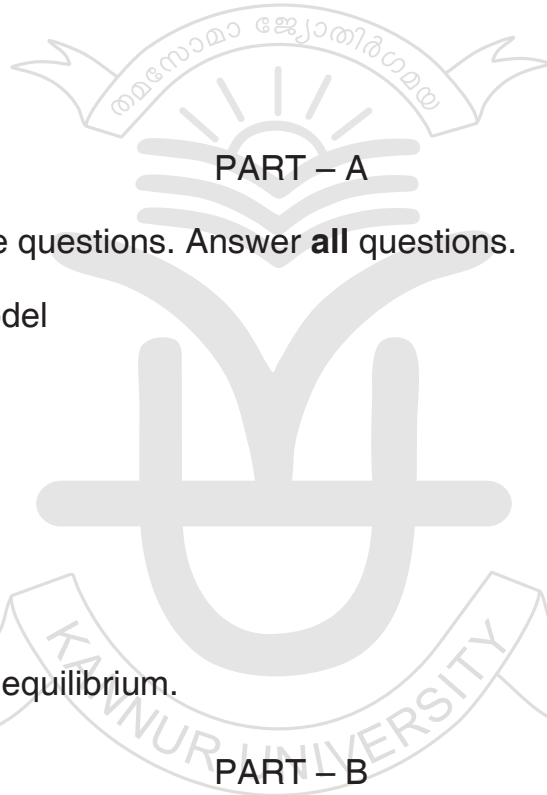
(2019 to 2022 Admissions)

CORE COURSE IN ECONOMICS/DEVELOPMENT ECONOMICS

5B09 ECO/DEV ECO : Macro Economic Analysis – I

Time : 3 Hours

Max. Marks : 40



PART – A

Very short answer type questions. Answer **all** questions.

1. Macroeconomic model
2. Money illusion
3. Inflation
4. Permanent income
5. Bank rate
6. Under employment equilibrium.

(6×1=6)

PART – B

Short answer type questions. Answer **any six** questions.

7. What are micro and macro paradoxes ? Explain with examples.
8. Define Says law of market.
9. Distinguish between stock and flow.
10. What are the main determinants of investment ?

P.T.O.



11. Summarise the features of Post Keynesian Economics.
12. What is meant by the 'ratchet effect' ?
13. Explain the concept of Liquidity trap.
14. Examine the features of classical labour market. (6×2=12)

PART – C

Short essay type questions. Answer **any four** questions.

15. How does the addition of the government sector to the two-sector model change the structure of the model and of the circular flow ?
16. Examine the role of investment in Keynesian economics.
17. What is the role of classical postulates in classical macroeconomics ?
18. Examine the concept of inflation targeting.
19. What is the main theme of the relative-income hypothesis ?
20. Bring out the relationship between MEC and MEI. (4×3=12)

PART – D

Essay type questions. Answer **any two** questions.

21. Briefly explain permanent income hypothesis.
  22. Examine the basic concepts in macro economic analysis.
  23. How can we use fiscal policy for economic stabilisation ? Explain.
  24. Critically examine Cash Balance Approach to the Quantity Theory of Money. (2×5=10)
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