



Reg. No. :

Name :

Fourth Semester B.A. Degree Examination, July 2018
First Degree Programme Under CBCSS
Economics
Core Course – V
EC – 1442 : MACRO ECONOMICS – I
(2015 Admn. Onwards)

Time : 3 Hours

Max. Marks : 80

SECTION – I

Answer **all** questions. **Each** question carries **one** mark.

1. What is macro economics ?
2. Define equilibrium.
3. What is meant by consumption ?
4. What is a flow variable ?
5. Explain green accounting.
6. What is Gross Domestic Product ?
7. Explain classical dichotomy.
8. What is meant by real wages ?
9. What is GNP deflator ?
10. What is neutrality of money ?

(10×1=10 Marks)

P.T.O.



SECTION – II

Answer **any eight** questions **not** exceeding **one** paragraph. **Each** question carries **two** marks.

11. Explain Keynes criticisms against classical theory.
12. Distinguish between actual GNP and potential GNP.
13. Briefly explain Net Economic Welfare.
14. Explain Keynesian Economics.
15. Differentiate between Aggregate Demand and Aggregate Supply.
16. What are automatic stabilizers ? Explain.
17. Distinguish between personal income and personal disposable income.
18. Differentiate between endogenous variable and exogenous variable.
19. Explain the scope of macro economics.
20. Discuss classical view on saving investment equality.
21. What are the difficulties in the measurement of national income ?
22. What is money illusion ? Explain. **(8×2=16 Marks)**

SECTION – III

Answer **any six** questions **not** exceeding **120** words. **Each** question carries **four** marks.

23. Explain the simple Keynesian model of income determination.
24. What are the main propositions of Say's law of market ? Explain.
25. Distinguish between partial equilibrium and general equilibrium analysis.
26. Explain macro dynamics.



27. What are the important national income concepts ? Explain.
28. Discuss social accounting.
29. Explain the factors determining aggregate demand.
30. Discuss money market equilibrium in classical model.
31. Examine Keynesian view on full employment. **(6×4=24 Marks)**

SECTION – IV

Answer **any two** questions, **not** exceeding **four** pages. **Each** question carries **15** marks.

32. Critically explain the classical theory of employment and output.
 33. Explain the various methods for measuring national income of a country.
 34. What is effective demand ? How effective demand is determined ?
 35. Explain the determination of national income in the open economy. What is the role of government spending in national income determination ? **(2×15=30 Marks)**
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