

(030410202)

M.A. DEGREE EXAMINATION, NOVEMBER 2017

FIRST SEMESTER

Branch - Economics

Paper II — MACRO ECONOMICS ANALYSIS — I

(Old Syllabus)

Max. Marks : 70

Time : 3 Hours

PART - A

Answer any FIVE questions.

Each questions carries 4 marks.

(Marks : 5×4 marks = 20 marks)

1. Origin of Macro Economics.
2. Equilibrium.
3. Gross National Product.
4. Social Accounting.
5. Full employment.
6. Consumption function.
7. Fiscal policies.
8. Hypothesis.
9. Kinds of Investment.
10. Difference between savings and thrifts.

PART - B

Answer ALL questions.

Each questions carries 10 marks.

Choosing ONE question from each Unit.

(Marks : 5×10 marks = 50 marks)

UNIT - I

11. (a) Define Macro Economics. Explain the importance of Macro Economics.

Or

- (b) Explain the meaning and importance of stock and flows in Economics.

[P.T.O]

UNIT - II

12. (a) Define the National Income and How to measure the National Income in India.

Or

- (b) Discuss the changes in size and pattern of distribution of Nation Income and How affects welfare economics.

UNIT - III

13. (a) Critically explain classical theory of employment. On what grounds has it be challenged by Keynes?

Or

- (b) "The General Theory" is simply classical economic, further developed or embroidered Keynes', Do you agree?

UNIT - IV

14. (a) Discuss the effectiveness of monetary policy in promoting economic development.

Or

- (b) Critically explain the modern theory of rate of Interest.

UNIT - V

15. (a) What is the Marginal Efficiency of Investment (MEI)? How does it affects investment?

Or

- (b) Explain carefully the Tobin's 'Q' Theory.