

QP CODE: 24020933



Reg No :
Name :

B.A DEGREE (CBCS) REGULAR EXAMINATIONS, APRIL 2024

Fourth Semester

B.A Economics Model I

Core Course - EC4CRT05 - MACRO ECONOMICS- I

2017 Admission Onwards

2B8EC25D

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***

Part A

*Answer any **ten** questions.
Each question carries **2** marks.*

1. Explain the concept of circular flow of economic activity
2. Define National Income.
3. Inventories.
4. What are the difficulties in the measurement of national income?
5. How is the rate of interest determined in the classical system?
6. Explain Pigou effect.
7. Consumption function.
8. Explain two important determinants of investment.
9. What is effective demand?
10. What is under employment equilibrium?
11. What is balanced budget multiplier?
12. What is IS Curve?

(10×2=20)

Part B

*Answer any **six** questions.
Each question carries **5** marks.*





13. Bring out the difference between microeconomics and macroeconomics.
14. Explain the social accounting method in national income estimation.
15. Explain the measure of Green Accounting .
16. Cash transactions version of quantity theory.
17. Explain Classical dichotomy.
18. Distinguish between APS and MPS.
19. Discuss the subjective factors determining consumption.
20. What are the effects of changes in autonomous investment?
21. Explain with the help of diagram the equilibrium in the goods market.

(6×5=30)

Part C

*Answer any **two** questions.*

*Each question carries **15** marks.*

22. Explain the income method of measuring national income.
23. What are the fundamental assumptions of Classical theory?
24. Explain the Keynesian psychological law of consumption.
25. Explain 2 sector Keynesian cross model of income determination.

(2×15=30)

