Reg.No. \_\_\_\_\_\_\_\_\_\_\_\_

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**End Semester Examination – Nov/Dec– 2018**

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| **Code :** | **16BC2006** | **Duration :** | **3hrs** |
| **Sub. Name :** | **MACRO ECONOMICS** | **Max. marks :** | **100** |

**ANSWER ALL QUESTIONS (5 x 20 = 100 Marks)**

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| **Q. No.** | **Sub Div.** | **Questions** | **Course**  **Outcome** | **Marks** |
| 1. | a. | Discuss the Nature and Scope of Macro Economics. | CO1 | 10 |
| b. | Explain the theory of effective demand . | CO1 | 5 |
| c. | What is the difference between macroeconomics and microeconomics? | CO1 | 5 |
| (OR) | | | | |
| 2. | a. | Explain the determination of equilibrium level of employment in terms of principle of Effective demand. | CO1 | 10 |
| b. | What is the meaning of full employment in Macro Economics? Explain | CO1 | 10 |
|  |  |  |  |  |
| 3. | a. | Summarize the features of the “classical” theory of the labor market. | CO1 | 15 |
| b. | What are the advantages of Social Accounting? | CO1 | 5 |
| (OR) | | | | |
| 4. | a. | Write short notes on i) Autonomous Consumption ii) Disposable Income with examples. | CO2 | 10 |
| b. | Explain the Liquidity preference theory of interest. | CO2 | 10 |
|  |  |  |  |  |
| 5. | a. | Explain the speculative motive for holding money. | CO2 | 10 |
| b | Explain the determinants of Consumption function? | CO2 | 10 |
| (OR) | | | | |
| 6. | a. | What are the criticisms of the Keynesian theory of Demand for Money? | CO3 | 10 |
| b. | What monetary measures have been used by the RBI to control the economy of our country ? Which of the measures proved to be more effective | CO3 | 10 |
|  |  |  |  |  |
| 7. |  | What are the methods of measuring national income? What conceptual problems are confronted in estimating national income? | CO3 | 20 |
| (OR) | | | | |
| 8. | a. | Explain Philips Curve in MacroEconomics with examples. | CO3 | 10 |
| b. | Explain why the long-run Phillips curve is vertical. | CO3 | 10 |
|  | | **Compulsory:** |  |  |
| 9. | a. | How did Great Depression change Macroeconomics? | CO1 | 4 |
| b. | Explain Social Accounting. | CO1 | 4 |
| c. | Explain Marginal Propensity to Consume. | CO2 | 4 |
| d. | What is the difference between Autonomous and Induced Investment? | CO2 | 4 |
| e. | Briefly explain the principle of Acceleration. | CO3 | 4 |