

Branch – ECONOMICS

MACRO ECONOMICS

Time : Three Hours

Maximum : 75 Marks

SECTION-A (20 Marks)

Answer ALL questions

ALL questions carry EQUAL marks

(10 x 2 = 20)

- 1 Define macro economics.
- 2 What is per capita income?
- 3 Define aggregate demand
- 4 Define effective demand.
- 5 Expand APC and MPC.
- 6 Write down any two factors affecting savings.
- 7 What do you mean by investment?
- 8 What is accelerator?
- 9 State the concept of general equilibrium.
- 10 Mention any two causes of trade cycle.

SECTION - B (25 Marks)

Answer ALL Questions

ALL Questions Carry EQUAL Marks (5 x 5 = 25)

- 11 a Distinguish micro economics from macro economics.
OR
b List out the uses of national income.
- 12 a Explain Say's law of market.
OR
b Appraise the Keynes theory of employment.
- 13 a What are the factors affecting consumption function?
OR
b Mention the relationship between savings and investment.
- 14 a What are the factors affecting investment?
OR
b State the assumptions of multiplier.
- 15 a Explain the different phases of trade cycle.
OR
b Examine the non-monetary theory of trade cycle.

SECTION - C (30 Marks)

Answer any THREE Questions

ALL Questions Carry EQUAL Marks (3 x 10 = 30)

- 16 Explain the various problems in the Computation of national income.
- 17 Explain the Keynesian theory of employment and output in detail.
- 18 Evaluate the Keynes psychological law of consumption.
- 19 Describe the various types of investment.
- 20 Critically analyse the Hawtrey's monetary theory of trade cycle.