## PSG COLLEGE OF ARTS & SCIENCE
### (AUTONOMOUS)

### BA DEGREE EXAMINATION DECEMBER 2022
(Third Semester)

Branch – ECONOMICS

### MACRO ECONOMICS

Time: Three Hours            Maximum: 50 Marks

### SECTION-A (5 Marks)
Answer ALL questions
ALL questions carry EQUAL marks     (5 x 1 = 5)

1    An Analysis of Particular one Industry is called as
    (i) Micro Economics         (ii) Macro economics
    (iii) Industrial Economics     (iv) Public economics

2    J.B.Say theory is famous for
    (i) Market          (ii) Wage
    (iii) Price          (iv) Profit

3    If Income increases the consumption ----------------
    (i) Increases       (ii) Decreases
    (iii) No change     (iv) Slightly change

4    Expand MEC
    (i) Marginal Empower of Capital     (ii) Marginal Empower of Consumption
    (iii) Marginal Efficiency of Capital     (iv) Marginal Efficiency of Consumption

5    The Trade cycle consists of -----stages
    (i) Two         (ii) Three
    (iii) Four        (iv) Five

### SECTION - B (15 Marks)
Answer ALL Questions
ALL Questions Carry EQUAL Marks     (5 x 3 = 15)

6.   a)    Bring out the Nature of Macro Economics.
               OR
    b)    State the Scope Macro Economics.

7.   a)    State the classical theory of employment and output.
               OR
    b)    Show the Pigou's theory on wage and employment.

8.   a)    Summarise the importance of consumption function.
               OR
    b)    Narrate the relationship between saving and investment.

9.   a)    Explain the factors that affecting investment.
               OR
    b)    Develop the Concept of Accelerator.

10.   a)    Analyze the Concept of Hawtrey's Monetary theory.
               OR
    b)    State the Derivation of ISLM function.

## SECTION -C (30 Marks)

Answer ALL questions

ALL questions carry EQUAL Marks          (5 x 6 = 30)

11.  a)  Enumerate the methods of estimating National income.

OR

b)  Discuss the various problems in the calculation of National income.

12.  a)  Outline the J.B.Say's Law of Market .

OR

b)  Examine the Keynes theory of employment and output .

13.  a)  Briefly explain Keynes psychological law of Consumption.

OR

b)  Analyze the permanent income hypothesis.

14.  a)  Identify the various Types of investment.

OR

b)  Elucidate the Multiplier effects in Under developed Economies.

15.  a)  Highlight the Different Phases of Trade Cycle.

OR

b)  Examine Keyne's theory of Trade Cycle.

Z-Z-Z                              END