



LOYOLA COLLEGE (AUTONOMOUS), CHENNAI – 600 034

B.A. DEGREE EXAMINATION – ECONOMICS

SIXTH SEMESTER – APRIL 2022

UEC 6501 – MACRO ECONOMICS - II

Date: 15-06-2022

Dept. No.

Max. : 100 Marks

Time: 01:00 P.M.- 04:00 P.M.

PART- A

Answer any FIVE questions in about 75 words each.

(5 x 4 = 20 marks)

1. What is Life cycle hypothesis?
2. How would a classical economist deal with inflation?
3. What is meant by business cycle?
4. Write a short note on Warranted growth rate.
5. What is theory of stabilization in economics?
6. How does Government use Fiscal policy to stabilize the economy?
7. Write a note on the economic effects of inflation?

PART- B

Answer any FOUR questions in about 250 words each.

(4 x 10 = 40 Marks)

8. Explain the Permanent income hypothesis.
9. Explore different types of inflation.
10. Diagrammatically explain the relationship between inflation and unemployment.
11. Analyze Schumpeter's theory of innovation.
12. Explain Kaldor's model of income.
13. Examine the role of Fiscal policy in economic growth.
14. Bring out the assumption of Harrod-Domar model of growth.

PART- C

Answer any TWO questions in about 900 words each

(2 x 20 = 40 Marks)

15. Discuss the concept of relative income hypothesis with an example.
16. Evaluate Samuelsson's model of trade cycle.
17. Examine the Harrod-Domar's Model of growth.
18. Discuss the monetary measures used to maintain economic growth and stability.

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