

LOYOLA COLLEGE (AUTONOMOUS), CHENNAI – 600 034



B.A. DEGREE EXAMINATION – ECONOMICS

FIFTH SEMESTER – NOVEMBER 2016

EC 5504 – MACRO ECONOMICS - II

Date: 01-11-2016

Dept. No.

Max. : 100 Marks

Time: 09:00-12:00

PART-A

Answer any FIVE Questions in about 75 words each:

(5 × 4 = 20 Marks)

1. List out the non-income factors that would shift the consumption function upward in absolute income hypothesis.
2. What are the samuelson's five types of cyclical fluctuations?
3. State the four ingredients of Hick's model of trade cycle.
4. "Kaldor's growth model is an improvement over the Harrod model".- Explain
5. Distinguish between monetary policy and fiscal policy.
6. Differentiate between cheap and dear monetary policy.
7. What is growth with stability?

PART-B

Answer any FOUR Questions in about 250 words each:

(4 × 10 = 40Marks)

8. Elucidate Friedman's permanent income hypothesis of consumption.
9. "The trade cycle is a purely monetary phenomenon". - Explain
10. Bring out the different types of inflation.
11. What are the determinants of general price level?
12. Enumerate Kaldor's model of income determination.
13. Examine the role of monetary policy in maintaining economic growth and stability.
14. Evaluate the role of fiscal policy in a developing economy.

PART-C

Answer any TWO Questions in about 900 words each:

(2 × 20 = 40Marks)

15. Critically evaluate relative income hypothesis.
16. Analyse the Kaldor's model of the trade cycle.
17. Describe about the effects of inflation on different people.
18. Discuss the Harrod-Domar model of economic growth.

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