



LOYOLA COLLEGE (AUTONOMOUS), CHENNAI – 600 034

B.A. DEGREE EXAMINATION – ECONOMICS

FIFTH SEMESTER – NOVEMBER 2017

EC 5504 – MACRO ECONOMICS - II

Date: 01-11-2017

Dept. No.

Max. : 100 Marks

Time: 09:00-12:00

PART-A (5 x 4 = 20 Marks)

Answer any FIVE Questions each in about 75 words

1. Briefly explain the absolute income hypothesis.
2. State the phases of trade cycle.
3. List out the factors determining general price level.
4. Write a brief note on Domar model of economic growth
5. Distinguish between “Monetary and Fiscal policy”.
6. Mention the objectives of monetary policy.
7. Give an account of inflationary gap.

PART-B (4 x 10 = 40 Marks)

Answer any FOUR Questions each in about 250 words

8. Illustrate the relative income hypothesis.
9. Explain the of Hicks’ theory of trade cycles.
10. Bring out the different types of inflation.
11. Enumerate the Kaldor’s model of income determination.
12. Explain the role of monetary policy on economic growth.
13. Explain the measures to compact inflation.
14. Enumerate the role of fiscal policy on economic growth and stability.

PART-C (2 x 20 = 40 Marks)

Answer any TWO Questions each in about 900 words

15. Critically examine the permanent income hypothesis.
16. Discuss Samuelson’s multiplier and accelerator interaction model of trade cycle.
17. Examine the causes of inflation; and state its effects on Indian economy.
18. Critically evaluate the Harrod- Domar model of economic growth.
