



21103342

QP CODE: 21103342

Reg No :

Name :

**B.A DEGREE (CBCS) REGULAR / REAPPEARANCE EXAMINATIONS,
DECEMBER 2021
Second Semester**

Core Course - EC2CRT04 - MACRO ECONOMICS I

(Common for B.A Economics Model II Foreign Trade, B.A Economics Model II Insurance)

2017 ADMISSION ONWARDS

A84723FB

Time: 3 Hours

Max. Marks : 80

Part A

*Answer any **ten** questions.*

*Each question carries **2** marks.*

1. Define Microeconomics.
2. $GDP_{fc} + \text{Net indirect tax} =$
3. What is Net indirect tax?
4. Full employment.
5. What is Average Propensity to Consume?
6. What is Average Propensity to Save?
7. What is gross investment?
8. What is Marginal Efficiency of Capital (MEC)?
9. What is effective demand?
10. What is Keynesian cross?
11. What is static multiplier?
12. Define foreign trade multiplier.

(10×2=20)

Part B

*Answer any **six** questions.*

*Each question carries **5** marks.*





13. Explain the social accounting method in national income estimation.
14. Explain Classical theory of interest.
15. Explain Classical dichotomy .
16. Explain keynes psychological law of consumption.
17. Discuss the objective factors determining consumption.
18. What are the factors determining investment?
19. What is under employment equilibrium?
20. Explain inflationary gap.
21. What is balanced budget multiplier?

(6×5=30)

Part C

*Answer any **two** questions.*

*Each question carries **15** marks.*

22. Explain the Classical theory of employment and output determination.
23. Explain Quantity theory of money.
24. Explain the determination of income and output in a 4 sector Keynesian model.
25. How can we achieve goods market equilibrium in IS-LM model?

(2×15=30)

