

STELLA MARIS COLLEGE (AUTONOMOUS), CHENNAI – 86
(For Candidates admitted during the academic year 2004 – 2005 and thereafter)

SUBJECT CODE: EC/PC/MA34

M.A. DEGREE EXAMINATION NOVEMBER 2007
BRANCH III – ECONOMICS
THIRD SEMESTER

COURSE : ELECTIVES
PAPER : MACRO ECONOMICS
TIME : 3 HOURS

MAX.MARKS : 100

SECTION – A

ANSWER ANY FIVE QUESTIONS. EACH ANSWER NOT TO EXCEED 300 WORDS. (5 X 8 = 40)

1. Explain Pigou's Version of labour market equilibrium.
2. Elaborate the criticism of Keynes on classical theory of employment.
3. Duesenberry imparted too much priority on relative income – Discuss
4. Real Balance Effect is a theoretical tool that validates classical model – Explain
5. Discuss the factors influencing the marginal efficiency of capital.
6. Discuss Hansen's Contribution on Super multiplier
7. What is Policy mix?

SECTION – B

ANSWER ANY THREE QUESTIONS. EACH ANSWER NOT TO EXCEED 1200 WORDS. (3 X 20 = 60)

8. Critically examine the rational expectation hypothesis.
9. Examine critically the Neo – Keynesian quantity constrained model.
10. Critically examine the applications of Macro Economic policies to the present economic reforms in India.
11. Derive the IS and LM functions. How do they determine general equilibrium.
12. Describe Keynes views on wages and employment.
