

STELLA MARIS COLLEGE (AUTONOMOUS), CHENNAI – 86
(For Candidates admitted during the academic year 2008 – 2009 & thereafter)

SUBJECT CODE: EC/MC/MA54

B.A. DEGREE EXAMINATION NOVEMBER 2012
BRANCH IV – ECONOMICS
FIFTH SEMESTER

COURSE : MAJOR – CORE
PAPER : MACRO ECONOMICS - I
TIME : 3 HOURS

MAX.MARKS : 100

SECTION – A

I. All TEN questions to be answered in 50 words each. (10 X 3 = 30)

1. Define Macro Economics.
2. What is Economic Statics?
3. “Supply creates its own Demand”- Comment.
4. Bring out the meaning of Circular Flow of Income.
5. What is the relationship between Savings and Investment?
6. What is Comparative Statics?
7. Define Fiscal Policy.
8. Explain the concept of Effective Demand.
9. State briefly the Marginal Propensity to Consume.
10. Briefly explain the concept Economic Dynamics.

SECTION – B

II. Answer any FIVE questions in 300 words each. (5 X 6 = 30)

11. Distinguish between Micro and Macro Economics.
12. What are the basic economic problems? Explain.
13. How is MEC measured?
14. Explain how it is not necessary that equilibrium level of money is established at the level of full employment?
15. What are the factors determining aggregate demand and aggregate supply?
16. Discuss briefly the criticisms of the classical theory of employment of Keynes.
17. Make a critical evaluation of the Quantity theory of Money.

SECTION –C

III. Answer any TWO questions in 1200 words each. (2 X 20 = 40)

18. Discuss how the Monetary Policy can be used to bring about economic growth.
19. Bring out the limitations of Keynesian Economics for underdeveloped countries.
20. Explain the concept of Multiplier along with its assumptions.
21. Explain the Acceleration Principle and briefly state its criticisms.
