

**STELLA MARIS COLLEGE (AUTONOMOUS), CHENNAI – 86**  
**(For Candidates admitted during the academic year 2019 – 2020 and thereafter)**

**SUBJECT CODE: 19EC/MC/MA54**

**B.A. DEGREE EXAMINATION NOVEMBER 2022**  
**BRANCH IV – ECONOMICS**  
**FIFTH SEMESTER**

**COURSE : MAJOR – CORE**  
**PAPER : MACROECONOMICS – II**  
**TIME : 3 HOURS**

**MAX. MARKS: 100**

**SECTION – A**

**ANSWER ANY TEN QUESTIONS. EACH ANSWER NOT TO EXCEED 50 WORDS**  
**(10x2=20)**

1. Define IS Curve.
2. Distinguish between Goods Market and Money Market.
3. Define Monetary Policy.
4. What is meant by Business Cycle?
5. Define Cost Push Inflation.
6. State the meaning of Stagflation?
7. Why is Inflationary gap a problem?
8. What is the meaning of an Open Market Economy?
9. Define Internal Balance.
10. What are the main instruments of Macroeconomic Policy?
11. What is meant by Nominal Exchange Rate?
12. Define BOP.

**SECTION – B**

**ANSWER ANY FIVE QUESTIONS. EACH ANSWER NOT TO EXCEED 400 WORDS**  
**(5x8=40)**

13. What causes shifts in IS and LM curve?
14. Explain Joan Robinson's Golden Age model of Economic Growth.
15. Enumerate the determinants of Economic Growth.
16. What are the phases of business cycle explain with diagram?
17. Explain Keynes' theory of business cycle.
18. Enumerate the main causes of inflation in India.
19. Describe the phases of a business cycle.
20. Explain the objectives of Macroeconomic Policy.

**SECTION – C**

**ANSWER ANY TWO QUESTIONS. EACH ANSWER NOT TO EXCEED 1000 WORDS**  
**(2x20=40)**

21. Explain the effectiveness of Monetary and Fiscal policies in determining equilibrium in the Goods and Money Market with the help of IS-LM model.
22. Critically examine the Harrod-Domar model of Economic Growth.
23. Diagrammatically explain Expectations-Augmented Phillips Curve and explain how it is different from the original Phillips Curve.
24. Explain the Mundell Fleming Model of Internal and External Balance.

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