

STELLA MARIS COLLEGE (AUTONOMOUS), CHENNAI – 86
(For Candidates admitted during the academic year 2011 – 2012)

SUBJECT CODE: 11EC/MC/MA54

B.A. DEGREE EXAMINATION NOVEMBER 2013
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 2 = 20)

1. Define Macro Economics.
2. Define the term Social Accounting.
3. Write an equation on Fisher's Quantity Theory of Money?
4. What is Monetary Policy?
5. What is MEC?
6. Define Effective Demand.
7. What do you mean by Consumption Function?
8. What is Absolute Income?
9. Define the Multiplier.
10. Explain the term Accelerator.

SECTION – B

II. Answer any FIVE questions in 300 words each. (5 X 8 = 40)

11. What is the saving function? Define its attributes of measuring.
12. What are difficulties of measuring National Income?
13. What are the objectives of Monetary Policy?
14. Distinguish between Induced Investment and Autonomous Investment.
15. Explain the concept of Keynesin Liquidity Preference.
16. Explain the concept of Life Cycle Hypothesis.
17. Point out the factors influencing consumption.

SECTION –C

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

18. Discuss the different methods of measuring the National Income.
19. Explain the main ideas of the classical theory of Employment.
20. Examine critically Friedman's Permanent Income Hypothesis of Consumption.
21. Explain the types of investment and the factor influences the level of Investment.
