



K17U 1893

Reg. No. :

Name :

III Semester B.A. Degree (CBCSS-Reg./Sup./Imp.)

Examination, November 2017

(2014 Admn. Onwards)

CORE COURSE IN ECONOMICS/DEVELOPMENT ECONOMICS

3B03 ECO : Macro Economic Analysis – I

Time : 3 Hours

Max. Marks : 40

PART – A

Short answer questions. Answer **all** questions **not** exceeding **50** words **each**. **Each** question carries **1** mark.

1. Stock and flow variable.
2. National income.
3. Fiscal policy.
4. Consumption function.

(4×1=4)

PART – B

Answer **any 7** questions. **Each** question carries **2** marks.

5. Aggregate supply.
6. Disguised unemployment.
7. Money illusion.
8. Laissez faire.
9. MEC.
10. Wage price flexibility.
11. Ratchet effect.
12. Induced investment.
13. Underemployment equilibrium.
14. Accelerator.

(7×2=14)

P.T.O.



PART - C

Short essay. Answer **any four**. Each question carries **3** marks.

15. Differences between micro economics and macro economics.
16. Fishers equation of exchange.
17. Write a short note on classical dichotomy.
18. Circular flow of economic activity.
19. Briefly examine liquidity trap.
20. Briefly examine the Keynesian multiplier.

(4×3=12)

PART - D

Long essay. Answer **any two** questions. Each question carries **5** marks.

21. What is National income and examine the different ways of calculating NI ?
22. Examine the classical theory of employment.
23. Examine Keynesian psychological law of consumption.
24. Critically evaluate the permanent income hypothesis.

(2×5=10)