



LOYOLA COLLEGE (AUTONOMOUS), CHENNAI – 600 034

B.A. DEGREE EXAMINATION – ECONOMICS

FOURTH SEMESTER – APRIL 2015

EC 4503 - MACRO ECONOMICS - I

Date : 16/04/2015
Time : 09:00-12:00

Dept. No.

Max. : 100 Marks

PART – A

Answer any FIVE questions in about 75 words each:

(5 x 4 = 20 Marks)

1. Explain Comparative Statics.
2. Briefly discuss the limitations of Macro economics.
3. Define Gross National Product at Factor Cost.
4. State the significance of the concept of circular flow of income.
5. State the assumptions of Classical theory of Employment.
6. Briefly state the significance of Marginal Propensity to Consume.
7. Define Marginal Efficiency Capital.

PART – B

Answer any FOUR questions in about 250 words each:

(4 x 10 = 40 Marks)

8. Differentiate between static and comparative static in economic analysis.
9. Discuss the factors to be considered while calculating Gross National Product.
10. Analyse Classical theory of Employment.
11. Explain Aggregate Demand Function and Aggregate Supply Function.
12. What are the subjective and objective factors that determine consumption function?
13. Analyse the importance of Multiplier.
14. Examine Money market equilibrium.

PART – C

Answer any TWO questions in about 900 words each:

(2 X 20 = 40 Marks)

15. Discuss the difficulties in the measurement of National Income.
16. Critically examine the superiority of Keynes' model of income determination over that of Classical Theory.
17. Examine Consumption Function and bring out its significance.
18. Derive IS-LM curve and analyse the general equilibrium of product and money market.

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