

LOYOLA COLLEGE (AUTONOMOUS), CHENNAI – 600 034



B.A.DEGREE EXAMINATION –ECONOMICS

FIFTH SEMESTER – NOVEMBER 2018

EC 5504– MACRO ECONOMICS - II

Date: 23-10-2018
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. State the Relative income hypothesis.
2. Briefly explain stages of a Trade cycle.
3. Write a short note on Hawtrey's theory of trade cycle.
4. What is meant by structural inflation?
5. List out the determinants of general price level.
6. Briefly explain Kaldor's model of income distribution.
7. Briefly state any two effects of Bank rate on the economy.

PART – B

Answer any FOUR questions in about 250 words each: (4 X 10 = 40 Marks)

8. Explain Milton Friedman's consumption function.
9. Analyse Hicks' theory of trade cycle.
10. Examine Hayek's theory of trade cycle.
11. Explain the demand pull and cost push inflation.
12. Bring out the measures to control inflation.
13. Briefly explain the Harrod-Domar model of growth.
14. Examine the role of fiscal policies in achieving economic growth.

PART – C

Answer any TWO questions in about 900 words each: (2 X 20 = 40 Marks)

15. Critically evaluate Samuelson's model of trade cycle.
16. Analyse various effects of inflation on the economy.
17. Examine Kaldor's model of income determination.
18. Analyse the effectiveness of monetary measures in maintaining economic stability.
