



QP CODE: 25021058



25021058

Reg No :

Name :

**B.A DEGREE (CBCS) REGULAR / REAPPEARANCE / MERCY CHANCE
EXAMINATIONS, FEBRUARY 2025**

Sixth Semester

B.A Corporate Economics Model III

CORE COURSE - EC6CRT03 - MACRO ECONOMICS - II

2017 Admission Onwards

41F3CEDC

Time: 3 Hours

Max. Marks : 80

Part A

*Answer any **ten** questions.*

*Each question carries **2** marks.*

1. What is Marginal propensity to consume?
2. What is business cycle?
3. Explain speculative motive.
4. Differentiate economic growth and economic development.
5. Explain Say's law of market.
6. Why Great Depression is important?
7. What is Recession?
8. What are the limitations of general equilibrium system?
9. Define LM curve.
10. Define Aggregate supply.
11. Distinguish between fixed and floating exchange rate.
12. Define International trade.

(10×2=20)

Part B

*Answer any **six** questions.*

*Each question carries **5** marks.*

13. Distinguish between Autonomous and Induced Investment.





14. Critically explain the acceleration principle.
15. Describe super multiplier.
16. Examine the effects of Inflation.
17. State how stagflation can be controlled.
18. Describe the contributions of Friedman's restatement theory of money.
19. Explain the types of unemployment.
20. Describe the working of foreign trade multiplier in an open economy.
21. Examine the secular deterioration in terms of trade.

(6×5=30)

Part C

*Answer any **two** questions.*

*Each question carries **15** marks.*

22. Explain the tools of monetary policy to control inflation.
23. Define money. Give an outline of the main functions of money.
24. Define Money supply. Describe the determinants of money supply.
25. Critically examine Leontief paradox.

(2×15=30)

