Reg No : ....

Name : ....

M A DEGREE (CSS) EXAMINATION , APRIL 2024

Second Semester

MA DEVELOPMENT ECONOMICS

CORE - DE010202 - MACROECONOMIC THEORY AND POLICY II

2020 Admission Onwards

F6D54C22

Time: 3 Hours   Weightage: 30

Part A (Short Answer Questions)

*Answer any **eight** questions.*

*Weight **1** each.*

1. What do you mean by Laissez faire economy?

2. Define frictional unemployment.

3. What do you mean by Business Cycle Facts?

4. What is Inter-temporal Substitution of Labour?

5. Define AD.

6. Define Demand Shock.

7. What do you mean by sticky nominal wags?

8. What do you mean by shirking models?

9. What do you mean by Recession?

10. What is securitization?

(8×1=8 weightage)

Part B (Short Essay/Problems)

*Answer any **six** questions.*

*Weight **2** each.*

11. Describe Okun's Law.

12. Explain Philips Curve.

13. What are the features of Business Cycle?

14. Describe Supply Side Economics school.

15. Explain how hysterisis act as a challenge to natural rate hypothesis.

16. Explain the policy implications of New Keynesian Macroeconomics.

17. Explain the sub- prime crisis of 2008.

18. Describe Financial deregulation and securitization.

(6×2=12 weightage)

Part C (Essay Type Questions)

*Answer any **two** questions.*

*Weight **5** each.*

19. Evaluate the Rational Expectation Hypothesis.

20. Critically evaluate the Real Business Cycle Model.

21. Explain the menu cost approach.

22. Explain Samuelson's theory of trade cycle.

(2×5=10 weightage)