

C 21590

(Pages : 2)

Name.....

Reg. No.....

**FOURTH SEMESTER (CBCSS—UG) DEGREE EXAMINATION
APRIL 2022**

Economics

ECO 4B 06—MACRO ECONOMICS—II

(2019 Admission onwards)

Time : Two Hours and a Half

Maximum : 80 Marks

Section A (Short Answer Questions)*Answer at least ten questions.**Each question carries 3 marks.**All questions can be attended.**Overall Ceiling 30.*

1. What is meant by ex-ante investment ?
2. Distinguish between CPI and PPI.
3. What do you mean by financial market ?
4. What is meant by wage push inflation ?
5. State 'Hyperinflation'.
6. Distinguish between core inflation and headline inflation.
7. What is Monetarism ?
8. Define frictional unemployment.
9. Define Stagflation.
10. What is Current Daily Status unemployment ?
11. Define 'Recession'.
12. What is Bond ?
13. What is quantitative easing ?
14. Distinguish between repo and reverse repo rate.
15. What are the responsibilities of Monetary Policy Committee ?

(10 × 3 = 30 marks)

Turn over

Section B (Short Essay Questions)

*Answer at least **five** questions.*

Each question carries 6 marks.

All questions can be attended.

Overall Ceiling 30.

16. Examine the causes of the Great depression of 1930s and 2008.
17. Critically examine the short run and long run Phillips curve.
18. What are the important properties of IS curve ?
19. What are the important instruments to mitigate business cycle ?
20. Critically examine the Okun's law.
21. What are the important types of unemployment ?
22. How does inflation affect different sections of people in a society ?
23. Critically examine the Hayek's theory of business cycle.

(5 × 6 = 30 marks)

Section C (Long Essay Questions)

*Answer any **two** questions.*

Each question carries 10 marks.

24. Derive IS and LM curves. Discuss the various reasons for a shift in IS and LM curve.
25. What are the important policy instruments to control inflation ?
26. Discuss the effectiveness of fiscal and monetary policies during the great depression of 1930s and 2008.
27. Evaluate the monetarist interpretation of trade cycle. Discuss the contra cyclical policy measures of trade cycle.

(2 × 10 = 20 marks)