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T – 6568

Reg. No. :

Name :

Fourth Semester M.A. Degree Examination, July 2024

Economics

EC 241 : MACRO ECONOMICS – II

(2018 Admission Onwards)

Time : 3 Hours

Max. Marks : 75

SECTION – A

Answer **all** the following in **one** or **two** sentences.

1. Natural rate of unemployment
2. Menu cost
3. Crowding out effect
4. Hysteresis
5. Okun's law
6. Sacrifice ratio
7. Stagflation
8. Neutrality of money
9. Laffer curve
10. Seignorage

(10 × 1 = 10 Marks)

P.T.O.



SECTION – B

Answer any **seven** questions. Each answer should not exceed **500** words.

11. Write a note on the causes and consequences of global financial crisis 2007-2009.
12. Elucidate the structuralist theory of inflation.
13. Distinguish between short run and long run Philips curve.
14. Explain dual decision hypothesis.
15. Write a note on Barro-Ricardo equalization problem.
16. State and explain Taylor rule.
17. Critically examine insider outsider model.
18. Explain how the interaction of multiplier and accelerator explain cyclical fluctuations in the economy.
19. Explain efficiency wage theory. Point out potential implication of this theory for labour market outcome.
20. Write a note on financial instability model of Hymn Minsky.

(7 × 5 = 35 Marks)

SECTION – C

Answer any **three** questions. Each answer should not exceed **1200** words.

21. Explain the Quantity constrained model of Malinvaud and Barro.
22. Discuss the fundamental principles and policy implications of New classical economics.
23. Examine the core principles and implications of Real Business Cycle theory.
24. Discuss the basic propositions of Supply side economics.
25. Critically examine Hick's model of trade cycle.

(3 × 10 = 30 Marks)

