

The CES College of Arts and Commerce Cuncolim Salcete Goa
S.Y.B.A. IV Semester End Examination, April 2018
ECONOMICS (elective)
MACROECONOMICS-II

Marks: 80

Duration: 2hrs

Date: 20/04/2018

Time: 10.00.a.m. to 12.00 noon

Instructions: 1) Attempt all questions.

2) Figure to the right indicates full marks.

Q.1. Answer any four of the following in not more than 100 words. (4x4 = 16)

- i. Explain the Aggregate Demand curve.
- ii. Briefly explain what is Stickiness of wages?
- iii. Define Business cycles with suitable diagram.
- iv. Write a note on supply curve.
- v. Explain one formula that measures inflation.
- vi. Write the effects of unemployment.

Q.2. Answer any four of the following in not more than 100 words. (4x4 = 16)

- i. Define what is meant by macroeconomic policies.
- ii. What is meant by hyperinflation?
- iii. Define the target variables.
- iv. What is desirable rate of inflation?
- v. Objectives of fiscal Policy.
- vi. What is meant by Economic growth? Explain.

Q.3. A. Distinguish between Keynesian and Supply side economics with a suitable diagram. (12)

OR

B. Explain the interaction between demand pull and cost push inflation. (12)

Q.4.A. Explain the favourable and adverse supply shock. (12)

OR

B. Explain the formula that measures unemployment rate and write any four types of unemployment. (12)

Q.5.A. Evaluate the Phillips' curve that explains the inflation employment relationship. (12)

OR

B. Explain three effects of inflation on macroeconomic indicators and write three measures used to control inflation. (12)

Q.6. A. Define monetary policy and explain the objectives of monetary policy. (12)

OR

B. Explain in brief the fiscal policy measures implemented in modern macroeconomic system. (12)

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