S.No. 9145 RMCNS 2

(For candidates admitted from 2005–2006 onwards)

M.A. DEGREE EXAMINATION, NOVEMBER 2023.

Economics

MACRO AND MONETARY ECONOMICS

Time : Three hours Maximum : 100 marks

SECTION A — (5 × 8 = 40)

Answer any FIVE questions

1. Explain the different methods of measuring national income.

2. What do you mean by high powered money?

3. Discuss the patinkin's theory of the real balance effect.

4. Describe the different composition of money supply.

5. Explain why the IS – Curve slopes down and to the right.

6. Examine the distinguish between money market and capital market

7. What is inflation? What are the various effects of inflation

8. Briefly explain the changing natural rate of unemployment.

SECTION B — (3 × 20 = 60)

Answer any THREE questions

9. Explain the circular flow of income in three sector economy with the government sector.

10. Discuss the Keynesian theory of demand for money.

11. Explain the Tobin's portfolio and Baumol's inventory theory of demand of money.

12. Discuss the IS – LM model? Explain the limitation of IS – LM model.

13. Critically examine the Samuelson Theory of business Cycles.

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