

Question Bank

Macro Economics - II

Sub Code: 16 ACC ECT

Part - A

1. what do you mean by Macro Economics?
2. what is meant by Investment?
3. Give the Meaning of Induced Investment.
4. what is meant by Autonomous Investment?
5. what is MEC.
6. Define - Multiplier.
7. Any two Assumptions of Multiplier.
8. Types of Multiplier.
9. what do you mean by dynamic Multiplier?
10. what is Employment Multiplier?
11. Any two leakages of Multiplier.
12. Give the meaning of Balanced Budget Multiplier.
13. what is meant by foreign Trade Multiplier?
14. what is Acceleration.
15. Any two principles of Acceleration.
16. what do you mean by Super Multiplier.
17. Define - Monetary policy.

- 18. what do you mean by General Equilibrium?
- 19. Any two objectives of Macro Economic policy.
- 20. Give the meaning of fiscal policy.
- 21. Define Swedish Budget.
- 22. what do you mean by qualitative credit Control?
- 23. what is mean by Economic Justice?
- 24. Define - Economic freedom.
- 25. what is meant by economic ~~policy~~ security?

Part - B

5 Marks

- 1. Explain the Role of Multiplier.
- 2. what are the types of multiplier and explain it.
- 3. Explain the meaning of Investment Multiplier.
- 4. what are the assumptions of the Multiplier concept?
- 5. How to the propensity to consume related to the employment Multiplier.
- 6. what is the foreign Trade Multiplier.

7. criticise 'Multiplier' Concept.
8. write a short notes on Balanced Budget Multiplier.
9. write a short notes on dynamic Multiplier.
10. Briefly explain Employment Multiplier.
11. what are the types of Investment and explain it.
12. Explain the Concept of Marginal Efficiency of capital.
13. what is the Relation between Investment and MEC ?
14. what are the limitations of the principle of Acceleration?
15. what are the criticisms levelled against the MEC of Keynes.
16. describe the principle of Acceleration.
17. what is meant by the 'super multiplier' ?
18. write a short notes on the Concept of Liquidity Trap.
19. what is meant by 'flexibility with in stability' ?

20. what do you mean by conflicting Macro economic goals? Illustrate.
21. what are the objectives of Monetary Policy?
22. what are the objectives of fiscal policy?
23. what are the instruments of Monetary Policy?
24. what are the limitations of fiscal policy.
25. write a short notes on Pigou effect.
26. what is the difference between partial & general equilibrium?

- 27. what are the types of general Equilibrium market?
- 28. what are the assumptions of general Equilibrium.
- 29. what are the importance of general equilibrium
- 30. write a short notes on Keynes effect.

Part - c

10 marks

- 1. Explain the limitations and leakages of Multiplier.
- 2. what is Macro economics ? IS it fundamentally different from micro economics.
- 3. Bring out the salient features of the Macro economic scene in India.
- 4. what are the factors affecting marginal efficiency of capital ?
- 5. The marginal Efficiency of capital and the rate of Interest between them determine the volume of Investment - Explain
- 6. Explain the theoretical application of the two concepts, Multiplier & Accelerator.
- 7. what is the basic idea of the acceleration principle ? Describe how the acceleration

principle helps to explain the instability of Investment?

- 8. Illustrate how an autonomous Jnvt results in increased income through induced Investment.
- 9. what are macro economic objectives?
- 10. what are the functions of the central Bank of a country?
- 11. what are the objectives of credit control?
- 12. Distinguish between monetary and fiscal policy.
- 13. what are the instruments of fiscal policy?
- 14. Distinguish between partial equilibrium and general equilibrium.
- 15. critically evaluate general equilibrium Theory.