

M. A ECONOMICS PROGRAMME
SEM—II —CC-8—MACRO ECONOMIC ANALYSIS—II
QUESTION BANK (MODEL QUESTIONS)

E-CONTENT PREPARED BY PROF. RAJ LUXMI, HoD ECONOMICS, PU

LONG QUESTIONS

Module 1

- 1 Examine Patinkin's Monetary Model of Real Balance Effect.
- 2 Evaluate Baumol's Inventory Theoretic approach to the transaction demand for money .
- 3 Examine Friedman's Restatement of the Quantity theory of money.
- 4 Evaluate Tobin's Risk Aversion theory of portfolio selection.

Module 2

- 1 Examine IS-LM Model approach or Modern Theory of Interest.
- 2 Discuss the relative effectiveness of Monetary and Fiscal Policy in IS-LM Model.

Module 3

- 1 Examine short and long-run Phillips Curve and discuss its policy implications.
- 2 Explain the Natural rate of unemployment hypothesis. How can it be reduced?

Module 4

- 1 Examine Samuelson's model of business cycle.
- 2 Examine Kaldor's model of Business Cycle.
- 3 Examine relative efficacy of Monetary and Fiscal policies to control Business Cycle.

Module 5

- 1 Examine New Classical Macro Economics approach. What are its policy implications.
- 2 Explain New Keynesian Economics. What are its policy implications?

- 3 Examine Rationale Expectations Theory. What are its policy implications?

SHORT QUESTIONS:-

Module 1

- 1 Write a short note on Crisis in Keynesian Economics.
- 2 Write a short note on Revival of Monetarism.

Module 2

- 1 Explain Neo-Classical views on Interest.
- 2 Describe Keynesian views on Interest.
- 3 Write a short note on IS-LM Model with Govt. sector.
- 4 Write a short note on IS-LM Model in Open Economy'

Module 3

- 1 Describe Monetarist Approach to Inflation.
- 2 Explain Keynesian Approach to Inflation.
- 3 Explain Structural Theory of Inflation.
- 4 Write a short note on Tobin's modified Phillips Curve.

Module 4

- 1 Describe Schumpeter's Theory of Business Cycle.
- 2 Explain Hicksian Theory of Business Cycle.

Module 5

- 1 Write a short note on Adaptive Expectations.
 - 2 Explain Supply Side Economics.
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