

CLASS: M.A. ECONOMICS

15A/ 278

St. JOSEPH'S COLLEGE (AUTONOMOUS) TIRUCHIRAPPALLI – 620 002

SEMESTER EXAMINATIONS – APRIL 2015

TIME: 40 minutes

MAXIMUM MARKS: 30

SEM	SET	PAPER CODE	TITLE OF THE PAPER
II	2014	14PEC2107	MACRO ECONOMIC PROCESS

SECTION - A

Answer all the questions:

30 × 1 = 30

Choose the correct answer:

1. Macro Economics deals with
 - a) Individual
 - b) Aggregates
 - c) Both a & b
 - d) None of these
2. Personal income and disposable income were very commonly used in
 - a) England
 - b) Germany
 - c) USA
 - d) France
3. Social accounting was first produced by
 - a) A.C. Pigou
 - b) Keynes
 - c) J.R. Hicks
 - d) Marshall
4. Flow of funds accounts was introduced in the year
 - a) 1932
 - b) 1952
 - c) 1942
 - d) 1922
5. Invisible accounts includes the transaction of
 - a) Goods
 - b) Services
 - c) Both a & b
 - d) None of these

6. Flow of funds account was developed by
 - a) Friedman
 - b) Keynes
 - c) Morris Copeland
 - d) J.R. Hicks
7. Psychological law of consumption function was given by
 - a) Marshall
 - b) Pigou
 - c) Keynes
 - d) Friedman
8. ΔC refers to
 - a) Small change in consumption
 - b) Big change in consumption
 - c) Normal change in consumption
 - d) None of these
9. Pigou effect is also known as
 - a) Income effect
 - b) Consumption effect
 - c) Wealth effect
 - d) None of these
10. The permanent income hypothesis was given by
 - a) Keynes
 - b) Friedman
 - c) Modigliani
 - d) Duesenberry
11. The life cycle hypothesis was given by
 - a) Friedman
 - b) Ando Modigliani
 - c) Keynes
 - d) Duesenberry
12. Demonstration effect was given by
 - a) Keynes
 - b) Friedman
 - c) Duesenberry
 - d) Modigliani
13. The concept of multiplier was introduced by
 - a) Samuelson
 - b) Hicks
 - c) R.F. Khan
 - d) Keynes
14. The concept of liquidity trap was given by
 - a) Marshall
 - b) Friedman
 - c) Keynes
 - d) Patinkin

15. Foreign trade multiplier is also known as
- a) Import multiplier
 - b) Investment multiplier
 - c) Export multiplier
 - d) None of these
16. MEC refers to
- a) Expected rate of profit
 - b) Expected rate of loss
 - c) Expected rate of investment
 - d) Expected rate of employment
17. The principle of acceleration is associated with the name of
- a) Keynes
 - b) R.F. Khan
 - c) J.M. Clark
 - d) Hicks
18. Accelerator shows the effect of a change in
- a) Consumption on investment
 - b) Savings on investment
 - c) Employment on investment
 - d) None of these
19. Cash transaction quantity theory of money was given by
- a) Marshall
 - b) Robertson
 - c) Fisher
 - d) Friedman
20. Liquidity preference theory was given by
- a) Pigou
 - b) Hicks
 - c) Keynes
 - d) Marshall
21. Don Patinkin monumental work Money, Interest and Prices was published in the year
- a) 1955
 - b) 1945
 - c) 1965
 - d) 1935
22. A.C. Pigou gave his real-balance effect in the year
- a) 1933
 - b) 1943
 - c) 1923
 - d) 1953

23. Risk aversion theory of liquidity preference was given by
a) Gurley and Shaw b) Don Patinkin
c) James Tobin d) Baumol
24. Milton Friedman got his Noble Price for Economics in the year
a) 1966 b) 1976
c) 1956 d) 1946
25. W.C. Mitchell was an
a) Englishmen b) Australian
c) American d) Italian
26. The stage of full employment is also known as
a) Depression b) Boom
c) Prosperity d) Recession
27. Innovation theory of trade cycle was given by
a) Hicks b) Kaldor
c) Schumpeter d) Samuelson
28. Warranted rate of growth concept was given by
a) Schumpeter b) Hicks
c) Keynes d) Hawtrey
29. Kaldor published his book “A model of the trade cycle” in the year
a) 1940 b) 1930
c) 1950 d) 1920
30. $Y_t = G_t + C_t + I_t$ was given by
a) Hicks b) Schumpeter
c) Samuelson d) Kaldor
