

CODE: **195308**
NOVEMBER 2020

TIME: 3 Hrs
MAX. MARKS: 50

PART A

Answer any **TEN** questions.

(10 x 2=20)

1. State out the Keynesian model of macro economics?
2. What are the three stages of Minsky's instability hypothesis?
3. What is meant by Rational Expectations Theory?
4. Give a short note on laffer curve
5. Definition of 'Real Business Cycle Theory'
6. Write a note on Stabilization Policy?
7. Give a short note on Staggered wage setting
8. Define sticky wage theory?
9. Narrate the term coordination failure
10. What do you mean by Austrian economic theory?
11. Write a note on adoptive expectations
12. Point out any two causes for wage rigidity?

PART B

Answer any **TWO** questions.

(2 x 5=10)

13. What causes financial instability?
14. State the basic propositions of the rational expectations hypothesis
15. Explain the role of money in real Business Cycle theory
16. Difference between New Classical and new Keynesian economics
17. Explain the Austrian Theory of the Business Cycle
18. What is the difference between rational expectations and adaptive expectations?
19. Explain the new Keynesian economist explain nominal wage stickiness.
20. What is the difference between Keynesian and Austrian economics?

PART C

Answer any **TWO** questions.

(2 x 10=20)

21. Enunciate and explain Mundell Fleming model
22. Explain supply side Economics what are it policy implications
23. Discuss 'Real Business Cycle Theory'
24. What is new Keynesian Economics? Discuss the policy implications
25. Explain Policy implications of Austrian theory.