



DOON UNIVERSITY, DEHRADUN
Semester Final Examination, Second Semester, 2013
School of Social Sciences

MA (Economics)
Course: SSE 531: MACROECONOMICS-I

Time Allowed : 3 Hours

Maximum Marks : 50

Note: Attempt all sections.

Section: A (Short Answer Type Questions to be answered in about 50-75 words).

Write short notes on any FIVE Questions.

(Marks : 2X5=10)

1. Autonomous Investment
2. Optimal Control
3. Stochastic Dynamic Model
4. Economic Growth
5. Warranted rate of Growth
6. Business Cycle
7. Monetary Policy
8. Fiscal Policy
9. Components of Hicks' theory of Business Cycle
10. Economic Interpretation of Unemployment
- 11.

SECTION : B (Short Answer Type Questions to be answered in about 250 words each)

Attempt any FOUR Questions.

(Marks : 5X4=20)

1. Discuss relative role of Monetary Policy and Fiscal Policy in the ISLM Model.
2. Evaluate Samuelson's Model for a Business Cycle.
3. Discuss path of Disequilibrium in Domar's Model.
4. Discuss instability of Growth and interactions of G , G_w and G_n
5. Derive the growth rate form of Okun's Law.

SECTION: C (Long Answer Type Questions to be answered in about 750 words)

Attempt any ONE Question.

(Marks : 20X1=20)

1. Discuss the relationship between interest rates, MEC and investment.
2. Discuss an economic interpretation of optimal control theory.
3. Discuss the algebra of the ISLM Model in closed and open economy.
4. Discuss Solow's model of steady growth rate and how it differs from H-D model.
5. Discuss Kaldor Model of a Business Cycle along with its illustration for contraction and expansion within an economy.