

**Avinashilingam Institute for Home Science and Higher Education for Women
Coimbatore-641 043
Continuous Internal Assessment Test-I August, 2025.**

**Class: II UG
Major: Economics**

**Time: 2 hours
Maximum Marks: 60**

**Semester-III
23BECC05- Macro Economic Theory-I**

Course Outcomes:

- CO1:** Know the functioning and linkages of different sectors and their contribution to national income
CO2: Understand the theories in Macro Economics from Classical and Keynesian perspective
CO3: Evaluate the relevance of classical and Keynesian theories to Indian conditions
CO4: Comprehend the various determinants of macroeconomic variables
CO5: Apply the various principles of macroeconomics for setting goals and policies

Part-A

Circle the Correct Answer

- | | |
|--|--------------|
| 1. Macro economics deals with | 6X1=6 |
| a) the behavior of individual households and firms b) the pricing of individual goods and services | CO2:K2 |
| c) the aggregate behavior of the entire economy d) the decision-making of individual businesses | |
| 2. GDP is calculated at | CO1:K1 |
| a) Factor Cost b) Market Price c) Constant price d) Current Price | |
| 3. What is the main goal of monetary policy? | CO3:K3 |
| a) Controlling money supply b) controlling taxes c) controlling the national expenditure | |
| d) controlling the national debt | |
| 4. Who is called the father of macro economics? | CO2:K4 |
| a) Adam Smith b) John Maynard Keynes c) J.S. Mill d) Robinson | |
| 5. Which of the following is a method to measure the national income? | CO3:K2 |
| a) Income Method b) Product method c) Expenditure method d) All of the above | |

Part-B

Answer should not exceed 200 words or two pages

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|--|---------------|
| 11a) Distinguished between micro and macro economics. | 3X6=18 |
| (or) | CO1:K3 |
| 11b) Explain the nature of macro economics. | CO2:K4 |
| 12a) Give the different concepts of national income. | CO3:K3 |
| (or) | |
| 12b) Appraise the different methods of national income. | CO4:K3 |
| 13a) How does the green account help the environment. | CO4:K5 |
| (or) | |
| 13b) Give the assumptions of classical theory of employment. | CO5:K4 |

Part -C

Answer should not exceed 600 words or three pages

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|--|----------------|
| 14a) Analyse the nature and scope of macro economics. | 3X12=36 |
| (or) | CO3:K5 |
| 14b) Critically evaluate the importance of national income analysis. | CO2:K4 |
| 15a) Assess the methods of macro economics. | CO1:K2 |
| (or) | |
| 15b) Explain the four sector circular flow of income four sector model | CO4:K3 |
| 16a) Examine the classical theory of full employment. | CO2:K4 |
| (or) | |
| 16b) Evaluate the difficulties in measuring national income. | CO3:K3 |

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Staff in-charge: Dr.C.Parvathi