

**SSR DEGREE COLLEGE (AUTONOMOUS) NIZAMABAD**  
**UNIT WISE IMPORTANT QUESTIONS**  
**Macro Economics**  
**B.A- I Year SEM –II**

**Module - I**

**Introduction Macro Economics**

**Essay questions**

1. what is macro Economics, Explain the nature and scope of Macro Economics?
2. what is national Income? How can it be Measured?
3. Explain the different concepts and components of national Income?

**Short questions**

1. Explain circular flow of Income?
2. Explain the uses of national income accounts?
- 3 Explain the important macro Economic Variables?
4. Explain the Factors that determine national Income?
5. Explain Digital Economy contribution to GDP?

**Module-II**

**Theories of Income and Employment**

**Long Questions**

1. Explain Keynesian Theory of Income and Employment?
2. What is consumption Function? Explain its Importance, and limitations?"
3. What is meant by investment multiplier Explain its assumptions and importance?
4. Explain The principle of "Acceleration" what are its limitations?

**Short questions**

1. Explain say's Law of Market" demand Explain? it or supply creates of Employment?
2. what are the assumptions of classical Theory of employment

3. Explain the concepts of Average propensity consume (APC) and Marginal propensity to consume (MPC)?
4. Explain the relationship between Average propensity to consume (APC) and Average propensity to save (APS) ?
5. Examine the relationship between Average propensity to Save (APS) and Marginal propensity to save (MPS)?

### **Module – III**

#### **Investment & Theories of Interest rate capital and Investment**

##### **Long questions**

1. What is Investment Function? what factors determine it? what is its importance?
2. Explain the Neo classical Lovable Funds Theory of Interest?
3. Critically Examine Keynes Liquidity Preference Theory of Interest?
4. Discuss Modern Theory of Interest through LM and IS curves?
5. Explain the Impact of crypto currency & Digital Assets on Investment?

##### **Short questions**

1. Gross investment and net investment?
2. What is Marginal Efficiency capital (MEC)?
3. Explain the Marginal Efficiency of Investment (MEI)?
4. Explain "Liquidity Trap"?

### **Module – IV**

#### **Supply of Money and Demand for Money**

##### **Long questions**

1. Define Money and what are the functions of Money?
2. critically Examine Irving Fisher's quantity Theory of Money?
3. Explain the different equations given by Cambridge Economists?
4. The value of Money is the consequence of income rather than the quantity of Money?
5. Explain the Keynesian Theory of value of Money and prices?

### **Short questions**

1. what is Border system? what are the is inconveniences?
2. Explain the types of Money?
3. what is Broad Money" Explain its significance?
4. Explain the concept of "High powered Money",
5. Explain Mobile payments and Blockchain in Financial Transactions?

### **Module – V**

#### **Inflation & Trade cycles Inflation**

### **Long questions**

1. Define inflation? Explain the various theories of Inflation?
2. Explain the different causes of Inflation. Explain the economic effects of inflation and measures to control inflation?
3. What is trade cycle? what are its characteristics?
4. What is Trade cycle? Explain the different Phases of a trade cycle?
5. Explain different Theories of trade cycles?

### **Short questions**

1. Explain different types of inflation?
2. Explain Philips curve?
3. Explain the deflation and stagflation?
4. Explain the impact of covid 19 global Economic Cycles?
5. Explain the role of business fluctuations in Digital markets