

B.A. (THREE YEARS DEGREE PROGRAM)**SEMESTER- II****SUBJECT-ECONOMICS**

Code of the Course	ECO5001T
Title of the Course	BASIC MACRO ECONOMICS
Qualification Level of the Course	NHEQF Level 4.5
Credit of the course	6 credits
Type of the course	Discipline Centric Compulsory Course (DCC)in Economics
Delivery type of the Course	90 H, 60 Lectures for content delivery and 15 hours for Tutorials, class activity, case study and 15 hours for formative and Diagnostic Assessment.
Prerequisites	Foundation level (Equivalent to 10+2)
Co-requisites	Understanding of the Basic Economic concepts
Objectives of the course	This course intends to explore the students about the basic concepts related to Macroeconomics. It covers the various concept related to National Income and its determination. Apart from it, course will also give an overview on Consumption, Investment, Business cycles and Money Market.
Learning outcomes	<ul style="list-style-type: none">➤ Students will be able to learn the concepts related to the Economic Aggregates like National income, Consumption and Investment.➤ The Course enables students about how the Income, Output and Employment level is determined in Macroeconomic framework.➤ It also introduces students with the meaning and phases of business cycles and how it can be controlled.

SYLLABUS

UNIT-I	Introduction -Definition, Nature, Scope and Importance of Macro Economics, Concepts and Measurement of National Income, Circular Flow of National Income (Four sector Economy), Concept of Green Accounting. (18H)
UNIT -II	Theory of Income and Employment Determination - Classical and Keynesian Approach; Savings and Investment Approach- Ex-ante and Ex-post concepts. (16H)
UNIT-III	Consumption - Consumption Function – Meaning and Basic concepts, Keynes Psychological Law of Consumption; Concepts of Multiplier and Accelerator.

	Investment –Meaning and Types of Investment, Concept of Marginal Efficiency of Capital (MEC). (20H)
UNIT-IV	Money – Meaning, Functions and Classification; Importance of Money, Gresham's Law, Near Money. Money Market -Meaning and Components of Money Supply. Concept of High Powered Money and Money Multiplier, Commercial Bank- Meaning, Types and Functions. Central Bank of India and its functions. (18H)
UNIT-V	Business cycle – Meaning, Characteristics and Phases of Business Cycles, Monetary and Fiscal Measures to Control Business Cycles in India. Inflation and Deflation- Meaning, Causes and Effect. (18H)
Text Books	<ol style="list-style-type: none"> 1. H.L. Ahuja –Advanced Macro Economic Theory, S Chand and Co. New Delhi. 2. M.L. Jhingan- Macro Economic Theory, Vrinda publication, New Delhi. 3. Mithani, D.M. – Macroeconomics, Himalaya Publishing Company, New Delhi. 4. Mankiw.G. – Macroeconomics, Worth publishers, Newyork. 5. Schaum's Series – Macro Economic Theory, McGrall Hill, Singapore <p>6^० आहूजा, एच.एल. – उच्चतर समष्टि अर्थशास्त्र, एस. चन्द एण्ड कम्पनी लि., नई दिल्ली।</p> <p>7^० झिंगन, एम.एल. – समष्टि अर्थशास्त्र, वृन्दा पब्लिकेशन्स, नई दिल्ली।</p>
Reference Books	<ol style="list-style-type: none"> 1. Keynes, J. M. (1936) – The General Theory of Employment, Interest and Money, Macmillan, London. 2. Romar, D. L. (1996) – Advanced Macroeconomics, McGraw Hill Company Ltd., New York. 3. Shapiro, E, (1996)-Macroeconomic Analysis, Galgotia Publications, New Delhi. 4. Turnovsky, S. J. (1977) – Macroeconomic Analysis and Stabilization Policy, Cambridge University Press, Cambridge.
Suggested E-resources	E-pgpathashala modules:- www.inflibnet.ac.in www.ignou.ac.in www.sawayam.gov.in