

DRAFT SYLLABUS UNDER AUTONOMY

ECONOMICS

SEMESTER I

COURSE: S.ECO.1.02

MACRO ECONOMICS

THEORIES OF INCOME, EMPLOYMENT AND MONEY

[60 LECTURES]

LEARNING OBJECTIVES:

To familiarize students with economic concepts and the tools of economic analyses

UNIT I: Introduction

[20 lectures]

Distinction between Micro Economics and Macro Economics, Circular flow of Economic Activities; Concepts of National Income Aggregate: GNP, NNP, GDP, NDP, Per Capita Income, Personal Income and Disposal Income, Methods of Measurement of National Income (with special reference to India) Price Indices.

UNIT II: : Determination of Employment

[20 lectures]

Say's Law, Keynesian Concepts of Aggregate Demand, Aggregate Supply and Effective Demand, Consumption Function and Investment Multiplier, Investment Function; Savings and Investment. Ex-ante and ex-post; Types of Inflation: Demand-pull and Cost-push inflation.

UNIT III: Money

[20 lectures]

1. Meaning and Functions of Money
2. Supply of Money; Constituents of Money Supply, Determinants of Reserve Money and Money Supply, velocity of Circulation of Money, Money Multiplier, Measures of Money Supply in India (including Liquidity Concepts)
3. Demand for Money: Classical and Keynesian Approach.
4. Value of Money: Quantity Theory of Money; Cash Transactions and Cash Balances
Versions, Friedman's Quantity Theory of Money.

C.I.A.: Test & Project (Theme of the Project is Growth vs. Equity)

SEMESTER II

COURSE : S.ECO.2.02

MACRO ECONOMICS I
FISCAL AND MONETARY SYSTEMS

[60 LECTURES]

LEARNING OBJECTIVES:

To familiarize students with economic concepts and the tools of economic analysis

UNIT I: Banking and Financial Markets **[40 lectures]**

1. Commercial Banks: Functions, Multiple Credit Creation Process, Commercial Banking Developments in India since 1969.
2. Central Bank: Functions, Objectives and Instruments of Monetary Policy (with special reference to India)
3. Money Market: Features of Indian Money Market, Instruments of Money market.
4. Capital Market: Primary Market and Secondary Market, Role of Capital Market in Economic Development, Securities and Exchange Board of India (SEBI).

UNIT II: Public Finance and Fiscal Policy **[20 lectures]**

Nature and Scope of Public finance, Sources of Public Revenue, Canons of Taxation, Direct and Indirect Taxes, Public Expenditure: Revenue Expenditure and Capital Expenditure, Public Debt; Concepts of Deficit, Federal Finance in India (with respect to latest available Report)

C.I.A.: Quiz & Project (the theme of the project is Inclusive Public Policy Choices)

REFERENCES:

1. Stonier A. W. & D. C. Hague (20C), A Textbook of Economic Theory, Pearson Education, Delhi.

2. Dwivedi, D. N. (2001), Macroeconomics: Theory and Policy, Tata McGra-Hill Publishing Company Ltd, New Delhi.
3. McConnel, C. R. & H. C. Gupta (1984) Introduction to Macro Economics, Tata McGra- Hill Publishing Company Ltd, New Delhi.
4. Gupta, S. B. (1994), Monetary Economics, S. Chand and Company, Delhi.
5. Bhole, L. M. (1999), Financial Institutions and Markets, Tata McGraw Hill Publishing Company, Delhi.
6. Musgrave, R. and P. Musgrave (1983), Public Finance: Theory and Practice, New York: McGraw Hill Book Company .
7. Hyman, D. N. (1973), The Economics of Governmental Activity, Halt Rinehart & Winston, New York.
8. Bagchi, A. (ed) (2005), Readings in Public Finance, Oxford University Press, New Delhi.
9. Pathak, B. V. (2003), Indian Financial System, Pearson Education, Delhi.
10. Datt, R. & K. P. M. Sundaram (2001), Indian Economy, S. Chand & Company Ltd, New Delhi.
11. Dhingra, I. C. (2001), The Indian Economy: Environment and Policy, S. Chnad & Company Ltd, New Delhi.
12. Misra, S. K. & V. K. Puri (2001), Indian Economy: Its Development Experience, Himalaya Publishing House, Mumbai.