

U.G. ECONOMICS SYLLABUS ( Under CBCS)  
**B.A. II -YEAR**  
Semester –III : Discipline Specific Course ( Credits – 5)

**Course – III : MACRO ECONOMICS**

**Unit I: Introduction**

Meaning, Nature, scope and importance of Macro Economics – Concept of circular flow of Income – National Income: Concept and Components – GNP and NNP, GDP, Personal Income (PI), Disposal Income, Per Capita Income (PCI), Real National Income (RNI) – Methods of Estimation – Importance of and difficulties in the estimation of National Income.

**Unit II: Theory of Output and Employment**

Classical Theory of Employment – Say's Law of Markets – Wage-cut Policy – Keynesian Theory of Employment : Effective Demand, Aggregate Demand, Aggregate Supply – Consumption Function – APC, MPC, Factors influencing consumption pattern – Investment Function: MEC and Rate of Interest – Concept of Multiplier and Accelerator.

**Unit III: Money and Theories of Money**

Meaning, Functions and Classification – Money Supply – Measures of Money Supply – M1, M2, M3, M4, Theories of Money – Fishers' Quantity Theory of Money – Cambridge Approach (Marshall, Pigou, Robertson) – Keynes Theory of Money.

**Unit IV: Trade Cycles and Inflation**

Trade Cycles – Meaning, Causes and Consequences – Stages of Trade Cycle – Inflation: Definition – Types of Inflation – Causes and Effects of Inflation – Measures to control Inflation – Concept of Deflation.

**Unit V: Banking and Stock Market**

Commercial Bank – Functions – Process of Credit Creation – Concept of Non-banking Finance Companies (NBFCs) – RBI: Concept – Functions – Credit Control Measures – Concepts of Shares and Debentures - Stock Market – Functions and Importance of Stock Market- Primary and Secondary Markets – SEBI.

References:

1. Gardener Ackely, (1978) : Macro Economics - Theory & Policy
2. Branson, W.A (1989) : Macro Economic Theory and Policy
3. Jha, R (1991) : Contemporary Macro Economic Theory and Policy
4. Jhingan, M.L.(1999) : Macro Economics
5. Surrey MJC, (1976) : Macro Economic Theorems, Oxford
6. Rao, V.K.R.V (1983) : India's National Income, 1950 to 1980, New Delhi.
7. Keynes, J.M (1936) : General Theory of Employment, Interest and Money
8. Gupta, S.B. : Monetary Theory.
9. Edward Shepiro : Macro Economic Analysis, Galgothi Publication, New Delhi.
10. David Laidler : Demand for money, Mac Millian
11. Hicks, Mukerjee & Ghosh Social Frame work of Indian Economy.