ECONOMICS **Program: Certificate B.A.II Semester Session: 2025-26**

Subject: Course Title MACRO ECONOMICS
Credit Value 06
Total Marks Max. Marks: 30+70 Min. Passing Marks:40

Pre-requisite (if any) 12th Pass in Any Discipline
Course Learning outcomes (CLO) After completing this course, students will be able to explain the difference between macroeconomics and microeconomics, common macroeconomic variables, national income and determination of output and employment in classical and Keynesian approaches. They will be able to understand the consumption and investment function of an economy and to derive ISLM curves and use the framework to explain the working of an economy. Students will also be able to explain the concept, measurement and effects of inflation, deflation and the various theories of trade cycle.
Unit I Ancient Indian Concept of Macro Economics
1. Indian Concepts of Macro Economics
2. Concept of National Income
3. Ancient Indian Concept of Income, Loan and Charity
4. Important Economic Policies in Context of Kautilya
5. Ancient Indian Approach towards Wealth and its distribution

Activity -Discussion on Various issues related Indian Wisdom 18
Unit II Concept of Macro economics
1. Definition of Macro economics, Subject Matter, Importance and Limitations
2. Interrelationship between Microeconomics and Macroeconomics
3. Macroeconomic Variables- Stock and Flow
4. Circular Flow of Income
5. Definition and Different Concepts of National Income
6. Methods of Measuring National Income
7. Social Accounting of National Income
8. National Income and Economic Welfare

Activity -Make a comparative chart of macro and micro economics 18
Unit III Concept and Determination of employment
1. Kautilya's concept of employment
2. Classical Theory of Employment- Say's Market Law, Pigu’s Point of view
3. Keynes' Employment Theory- Aggregate Demand Function, Aggregate Supply Function and Effective Demand
4. Applicability of Keynes' Employment Theory in Developing Countries
5. Psychological law of Consumption
6. Consumption Function : Marginal consumption propensity, Average propensity to consumption , Marginal propensity to Save ,Average propensity to Save
7. Law of accelerator and multiplier

Activity-Group Discussion
Unit IV Investment
1. Indian philosophy regarding investment
2. Investment-Meaning, Types and Motivation
3. Marginal Efficiency of Capital (MEC)
4. Marginal Efficiency of Investment (MEI)
5. Keynes's Liquidity Preference Theory
6. Determination of Equilibrium IS Curve in Real Sector and Equilibrium LM Curve in Monetary Sector-IS-LM Model.

7. Monetary Policy - Meaning, Tools and Effectiveness
8. Fiscal Policy - Meaning, Tools and Effectiveness
Activity -Review of Current Monetary Policy 18

Unit V Inflation and Deflation Business Cycle

1. Meaning of Inflation and Deflation and Stagflation
2. Types and Effects of Inflation
3. Theories of Inflation Demand-Push Inflation and Cost-Push Inflation Measures to Control Inflation
4. Phillips Curve
5. Measurement of Inflation in India Wholesale Price Index WPI Consumer Price Index CPI GDP Deflator
6. Meaning and it's various Stages of Business Cycle
7. Major Theories of Business Cycle

Activity Group Discussion 18

Keywords/Tags: Macroeconomics, Stock, Flow, National Income, Economic Welfare, Aggregate Demand Function, Aggregate Supply Function, Effective Demand, Consumption Function, Multiplier, Accelerator, Marginal Efficiency of Capital, Marginal Efficiency of Investment, Liquidity Preference, Monetary Policy, Fiscal Policy, Inflation, Deflation, Stagflation, Trade Cycle

Part C-Learning Resources

Text Books, Reference Books, Other resources

Suggested Readings:

1. Shapiro E. Macro Economic Analysis. Galgotia Publications, New Delhi
2. Jhingan M.L. Macro Economics, Vrinda Publications, New Delhi Allen R.G.D. Macro Economic Theory-A Mathematical Treatment, Macmillan
3. Press,London
4. Schaum's Series Macro Economic Theory, McGrall Hill, Singapore
5. Vaish M.C. Macro Economic Theory, Vikas Publishing House Pvt. Ltd., New Delhi
6. Mithani D.M. - Macro Economics, Himalaya Publishing Company, Mumbai 12.
7. Billington, R. (1997) Understanding Eastern Philosophy P.43, Routledge.
8. Ganguli k (1896) Mahabharat, Shanti Parv.
9. Ganguli k (1896) Mahabharat, Sabha Parv .
10. Griffiths R (1886) Hymns of the Rigveda
11. Heim, M (2004) Theories of the Gift in South Asia, Hindu, Buddhist and Jain
12. Refection onDana. pp 4-5 Routledge
13. Kangle, R. (1965) The Kautilya's Arthsastra 1st Edition, part 1 to part III
14. MotilalaBanarsidas
15. Knapp, S (2006) The Power of the Dharma, an Introduction to Hinduism and Vedic
16. Culture;Universe, New York
17. Spengler, J.J. (1971) Indian Economic Thought. Duke University Press, Durham.
18. Swami, S. (2012) "Hindutwa Principle of Economics development", The oxford hand
19. book of Hindu Economy and Business, Chapter,
20. Oxford University Press
21. Hindi Granth akadami ki poostak.