



**JAI HIND COLLEGE
BASANTSING INSTITUTE OF SCIENCE
&
J.T.LALVANI COLLEGE OF COMMERCE
(AUTONOMOUS)**

"A" Road, Churchgate, Mumbai - 400 020, India.

**Affiliated to
University of Mumbai**

Program: SYBA

Proposed Course: Intermediate Macroeconomic Theory

**Credit Based Semester and Grading System (CBCS) with
effect from the academic year 2019-20**

S.Y.B.A. Economics Syllabus

Academic year 2019-2020

Semester III			
Course Code	Course Title	Credits	Lectures /Week
AECO301	Intermediate Microeconomic Theory	3.5	3
AECO302	Indian Economy and Contemporary Issues-I	3.5	3

Semester IV			
Course Code	Course Title	Credits	Lectures /Week
AECO401	Intermediate Macroeconomic Theory	3.5	3
AECO402	Indian Economy and Contemporary Issues-II	3.5	3

Semester IV

Course: AECO401	Intermediate Macroeconomic Theory (Credits : 3.5 Lectures/Week: 03)	
	Objectives: <ul style="list-style-type: none"> • To build on the basic macroeconomic concepts learnt by students • To introduce how macroeconomic policies work in a closed economy Outcomes: The Course is designed to further develop the student's understanding of basic tools of Macroeconomic analysis. The content of the course is structured so as to introduce the students to application of Macroeconomic theories and tounderstand their relevance in policy making within a closed economy framework.	
Unit I	Theory of Money <ol style="list-style-type: none"> 1. Theories of Money demand – Quantity Theory of Money, Liquidity Preference Theory, Friedman's Modern Theory of Money demand. 2. Supply of Money - determinants of money supply; Concept of high powered money and money multiplier. 3. Inflation - concepts and types, causes, effects and measures to control. 	12 L
Unit II	Money Market Equilibrium <ol style="list-style-type: none"> 1. Money market equilibrium and LM curve. 2. Factors affecting slope of LM curve. 	10 L
Unit III	Goods Market Equilibrium <ol style="list-style-type: none"> 1. Goods market equilibrium and IS curve. 2. Factors affecting slope of IS curve. 	11 L
Unit IV	Application of IS-LM Model <ol style="list-style-type: none"> 1. Factors influencing the equilibrium income level and interest rate; Shift in LM (monetary influence); Shift in IS (real influence). 2. Relative Effectiveness of Monetary and Fiscal Policies depending upon the slope of IS and LM curves Imperfect competition and Monopoly: Meaning and features. 	12 L
References: <ol style="list-style-type: none"> 1. N. Gregory Mankiw, (2018), Principles of Microeconomics, 8th Edition, Cengage Learning 2. Dornbusch, (2010), 11th Edition, Fischer and Startz, Macroeconomics, McGraw Hill 3. Richard T. Froyen, 2013, Macroeconomic Theories and Policies, 8th Edition, Pearson 4. Vanita Agarwal, 2010, Macroeconomics Theory and Policy, 1st Edition, Pearson 		

Evaluation Scheme

I. Continuous Assessment (C.A.) - 40 Marks

- (i) C.A.-I : Test – 20 marks MCQs – Online test
- (ii) C.A.-II : Research Based group project

II. Semester End Examination (SEE)- 60 Marks



