



Bharati College
(University of
Delhi)

Janak Puri, Delhi- 100058

www.bharaticollege.du.ac.in

Lesson Plan (CORE, Semester I, July to November 2022)

Name of Teacher	HANISH PAL	Department	ECONOMICS
Course	B.A (PROG)	Semester	III
Paper	Principles of Macroeconomics-1	Academic Year	2022
Learning Objectives			
In this course the students will learn the basic principles of Macroeconomics. This course will develop a basic understanding among the students regarding the various aspects of Macroeconomics.			
Learning Outcomes			
Understand the basic concepts and principles of Macroeconomics. The students will learn how to measure national income and its related aggregates. The students will also develop a deep understanding about consumption, saving and investment.			
Lesson Plan			
Week No.	Theme/Curriculum	Any Additional Information	
week 1-3	<ul style="list-style-type: none">• What is Macroeconomics; Introduction and Basic concepts.• Macroeconomic issues in an economy, role of the govt in Macroeconomy, Brief History of Macroeconomics.		

	<ul style="list-style-type: none"> ● Classification of markets in Macro economy, Goods and Money market in brief introduction, The components of Macroeconomy, Circular flow of income : Real and Money Flow in two sector, three sector and four sector economy. 	
week 4 -7	<ul style="list-style-type: none"> ● Concept of GDP and National income: GDP, GNP, NNP. Difference between Market Price and Factor Cost, NIT and other related aggregates concept of GDP, personal income, private income and personal disposable income. ● Measurements of National income and its related aggregates. ● Mathematical illustration of national income ● Determination of GDP Actual and Potential GDP 	INTERNAL TEST -1
Week 8-12	<ul style="list-style-type: none"> ● Consumption Function : Linear and nonLinear ● Derivation of the saving function and paradox of thrift ● Investment function, concepts of MPC and MPS, Autonomous expenditure ● Concept of investment multiplier : its algebraic and mathematical derivation ● National income determination in three and four sector (with govt and open economy) Various types of multiplier its derivation (tax, transfer payment, govt spending multiplier, balanced budget multiplier. ● Fiscal policy : Impact of changes in govt expenditure and taxes. 	INTERNAL TEST -2
Week 13-16	<ul style="list-style-type: none"> ● Concept of MPI, Open economy multiplier ● determination of equilibrium income in an open economy and net export function ● Money in modern economy ; its concept role and functions ● Monetary aggregates, concept of demand for Money and supply of money ● Quantity theory of money, Liquidity preference theory and rate of interest , concept of Liquidity trap. ● Money supply and credit creation ● Monetary policy : quantitative and qualitative aspects 	IMPROVEMENT TEST

References

Abel,A,Bernanke,B. (2008)Macroeconomics 5th ed Pearson Education.
Dornbusch,R, Fischer, S.,Startz,R.(2018)Macroeconomics, 12th ed McGraw Hill Education,India
Blanchard,O,Johnson,D (2017)Macroeconomics,6th ed Pearson Education.

Additional Resources

1.

Online Resources (If Any)	
Assignment and Class Test Schedule for Semester	Link the assignment and Test (optional)

