



Bharati College
(University of
Delhi)

Janak Puri, Delhi- 100058

www.bharaticollege.du.ac.in

Lesson Plan (GENERIC Semester VI, January to April 2023)

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| Name of Teacher | HANISH PAL | Department | ECONOMICS |
| Course | B.com (Prog) | Semester | VI |
| Paper | Principles of Macroeconomics- | Academic Year | 2022-2023 |
| 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 | | |

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| | <p>of the govt in Macroeconomy, Brief History of Macroeconomics.</p> <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.
Lipsey, R & Chrystal, A. (2015),Economics,13th edition, OUP,(pp421-24) and 12th edition (pg 386-392)

Additional Resources

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

