

Course Code	Course Name	Credits
26EC003	MACRO ECONOMICS-I	04

### Course Objectives

- Understand macroeconomics: concepts, scope, and importance.
- Analyze determinants of overall economic performance.
- Grasp national income concepts and measurement.
- Study consumption functions and related theories.
- Evaluate theories of employment and interest.

### Learning Outcomes

Upon successful completion of this course it is intended that a student will be able to:

- Explain macroeconomic concepts critically.
- Analyze macro economy and policy impacts.
- Know national income estimation and significance.
- Assess macroeconomic policies' pros/cons.
- Understand income-consumption-expenditure links

### Unit 1 – Introduction To Macro Economics (12Hrs)

Meaning, nature and scope of macro-economics, types of macroeconomics, importance of macroeconomics, limitations of macro-economics, differences between micro and macro-economics, general macro concepts

### Unit 2 – National Income (12Hrs)

Meaning and features of national income, various concepts of national income, factors determining national income, methods of measuring national income, difficulties in the calculation of national income, importance of national income studies

### Unit 3 – Theories of Employment (12Hrs)

Classical theory of Employment, Keynes theory of employment, Say's Law of Market, Principle of effective demand.

### Unit 4 – Consumption Function (12Hrs)

Meaning of consumption function, technical attributes of consumption function, factors determining consumption function, measures to increase consumption function, Keynes psychological law of consumption function, Relative Income Hypothesis.

### Unit 5 – Theories of Interest (12Hrs)

Interest rate- Concept, Classical theory of interest, Neo-classical loanable fund theory of interest, Keynes liquidity preference theory of interest, Modern theory of interest

### Reference Books:

1. Macro Economics Theory & Policy- H.L Ahuja, S.Chand& Company Ltd, 20<sup>th</sup> Edition (2015).
2. Advanced Economic Theory Micro and Macro- P.NChopra, Kalyani Publishers, 12th Edition (2011).
3. Principles of Economics- M.LSeth, Laxami Narayan Agarwal Educational Publishers (LNA), 2017.
4. Macro Economics- M.LSeth, Laxami Narayan Agarwal Educational Publishers (LNA), 2010.

### Websites and eLearning Sources:

1. <https://fivebooks.com/best-books/macro-economics-textbooks-raffaele-rossi/>
2. <https://bookdown.org/robohay/economicsnotes/references.html>
3. <https://www.bu.edu/econ/files/2014/08/DLS1.pdf>

**COs and Bloom's Taxonomy Mapping – 26EC003**

<b>Course Outcomes</b>	<b>On successful completion of this course, students will be able to</b>	<b>BTL</b>
<b>CO1</b>	Define the meaning, nature, scope, types, importance, limitations, and differences between micro and macro economics along with general macro concepts.	K1, K2
<b>CO2</b>	Explain concepts, features, determinants, measurement methods, difficulties, and importance of national income studies.	K2, K3
<b>CO3</b>	Compare and contrast classical and Keynesian theories of employment, including Say's Law and the principle of effective demand.	K4
<b>CO4</b>	Analyze the consumption function, its technical attributes, determinants, measures to increase it, Keynes' psychological law, and relative income hypothesis.	K4
<b>CO5</b>	Evaluate classical, Neo-classical, Keynes liquidity preference, and modern theories of interest.	K5

BTL (Bloom's Taxonomy Level) - K1 – Remembering, K2 – Understanding, K3- Applying, K4 – Analyse, K5- Evaluate and K6 - Create

**Relationship Matrix – 26EC003**

<b>Course Outcomes</b>	<b>Programme Outcomes (POs)</b>						<b>Programme Specific Outcomes (PSOs)</b>					<b>Mean Score of Cos</b>
	<b>PO1</b>	<b>PO2</b>	<b>PO3</b>	<b>PO4</b>	<b>PO5</b>	<b>PO6</b>	<b>PSO1</b>	<b>PSO2</b>	<b>PSO3</b>	<b>PSO4</b>	<b>PSO5</b>	
<b>CO1</b>	3	2	1	1	1	1	2	1	1	1	1	1.36
<b>CO2</b>	3	2	2	1	1	1	3	2	2	1	2	1.82
<b>CO3</b>	3	3	2	2	1	1	2	3	3	2	2	2.18
<b>CO4</b>	3	3	3	1	1	1	3	3	3	2	3	2.36
<b>CO5</b>	3	3	2	2	2	2	3	3	3	3	3	2.64
<b>Total</b>												2.07

Mean Score: 3- High, 2- Medium/Moderate, 1-Low

