

VEER NARMAD SOUTH GUJARAT UNIVERSITY

T.Y. B.A.

PAPER I

MACRO ECONOMICS

Module-1 : National Income and Accounts

Concept and measurement of National Income, Concepts- GDP, NDP, GNP, NNP etc. Incorporation of environment concern in National Income, Green accounting.

Module-2 : Output and Employment

Say's law of market and the classical theory of employment, Keynes's objection to the classical Theory, Aggregate demand and aggregate supply function, the principle of effective demand, Consumption function, average and marginal propensity to consume, factor influencing consumption Spending, investment Multiplier and its effectiveness in LDCs, Theory of Investment, Autonomous Induced investment, Marginal efficiency of capital, saving and investment, Ex Post and Ex ante, Equality and equilibrium.

Module-3 : Rate of Interest

Classical, Neo-Classical and Keynesian theories of Interest.

Module-4 : Trade Cycle

Nature and characteristics – Hawtrey's monetary theory, Hayek's over investment theory, Keynes' view on trade cycle, Concept of accelerator – Samuelson and Hicks, Multiplier – Accelerator interaction Model, control of trade cycle.

Module-5 : Economic Growth

Sources of Growth, Growth Models – Harrod and Domar, Instability of equilibrium, Neo classical growth Model – Solow, economic growth and technical progress.

References:

1. Ackley, G. (1976), Macro economic: Theory and Policy, Macmills, New York.
2. Day, A.C.L. (1960), Outline of Monetary Economics, Oxford.
3. Dillard D. (1960), The Economics John Maynard Keynes, Crossby Lockwood and Sons, London.
4. Gupta, S.B. (1984), Monetary Economics, S. Chand & Co, New Delhi.
5. Hansen A.H. (1953), A Guide to Keynes, McGraw Hill, New York.
6. Heijdra B.J. And F.V. Ploeg, (2001), Foundation of Modern Macro economics, OUP, Oxford.
7. Higgins B. (1963) Economic Development : Principles, Problems and Policies, Central Book Depot, Allahabad.
8. Keynes J.M.(1963) The General Theory of Employment, Interest and Money, Macmillan, London.
9. Kindleberger C.P.,(1958), Economic Development, McGraw Hill Book Co. New York.
10. Lewis M.K. & P.D. Mizan (2000), Monetary Economics, OUP, Oxford.
11. Lucas R. (1981), Studies in Business Cycle Theory, MIT Cambridge, Massachusetts.
12. Powelson J.P.C, (1960) National Income and Flow Analysis, McGraw Hill, New York.
13. Shapiro, E. (1996), Macro economics Analysis, Galogotia Publications, New Delgi.

