

GUJARAT UNIVERSITY
K. S. SCHOOL OF BUSINESS MANAGEMENT
[Five Years' (Full-time) M.B.A. Integrated Degree Course]
Third Year B.B.A. (SEM – V)
KS_M_CC_356
Macro Economics

3 credit course

Objective:

The students will be able to understand the major concepts related to macro economics. The syllabus will help the students to enhance their knowledge about the macro aggregate, their inter relationships, their determination & causes of fluctuations and therefore, understand the policies & economic decisions taken by Govt.

MODULE: 1 **(20%)**

- Introduction to Macro Economics, Meaning of Distinction between Micro & Macro Economics.
- Major Macro Economic Issues.
- National Income – Measurement of National Income, Difficulties of Measurement
- Special Difficulties of Measurement in underdeveloped countries.

MODULE: 2 **(20%)**

- Consumption Function.
- Investment Function.
- Saving Function.
- The concept of Multiplier.

MODULE: 3 **(20%)**

- The classical theory of Employment.
- Say's have of Market.
- The Keynesion Theory of Income, Output and Employment.
- Applicability of Keyne's Theory to Underdeveloped Countries.
- Distribution (Theory of Marginal Productivity).

MODULE: 4 **(20%)**

- Meaning of Goods Market and Money Market
- Derivation of IS curve.
- Slope of IS curve.
- Shift in IS curve.

MODULE: 5 **(20%)**

- Derivation of LM Curve.
- Slope of LM Curve.
- Shift in LM Curve.
- Equilibrium of IS – LM.
- Effects of Criticisms of IS – LM Module

No of lectures in semester: Approximately 40 to 45 Hrs.

Methodology: Direct Teaching, Assignment, Class discussion.

Evaluation Pattern:

Continuous Evaluation	30%
Mid-Sem. Exam	20%
End-Sem. Exams	50%

Reference Books:

- Macro Economics, Theory and Policy Advance Analysis by H.L. Ahuja (S. Chand).
- Principles of Macro Economics by Mankiv (Thomson , South Western).
- Macro Economics Analysis by Edward Shapiro (Galgotia Publications).
- Macro Economics, Theory and Policy by Vanita Agarwal (Pearson).
- Macro Economics Theory by M.L.Jhingan (Vrinda).