

**ST. JOSEPH'S COLLEGE FOR WOMEN (A), VISAKHAPATNAM
ECONOMICS**

Semester- IV

Ec

w. e. f. 2017-18 AE Batch

5hr/week

Marks: 100

**Paper – IV Macro Economics-I
National Income Employment and Money**

Objectives:

- To enable the students to
- Understand the concepts of macro economics.
- Acquire basic knowledge to estimation of national income
- To enable the students to understand international trade

Module I a) Introduction : Meaning, definition of Macro Economics- Importance and limitations of Macro Economics-Difference between Micro and Macro Economics.

b) Paradox of Macro Economics

Module- II National Income- a) Definition, Concepts of National Income- Measurement of National Income.

b) Circular Flow of Income in Two, Three and Four Sector Economy.

Module - III; Employment theories – a) Classical theory- Say's Law of Market- Keynesian Theory of Employment- Consumption Function.

b) Investment Function- MEC- Concepts of Multiplier and Accelerator.

Module - IV Money: a) Meaning and Functions of Money- Classification of Money- RBI Classification of Money- Gresham's Law.

b) Theories of Money: Fisher's Theory- Cambridge Approach (Marshall, Pigou, Robertson and Keynes).

Module - V Trade Cycles- a) Meaning and Definition- Phases of Trade Cycles- Causes and remedial measures-Theories

b) Inflation -Definitions- Types of Inflation- Causes and Effects of Inflation- Measures to control Inflation.

References:-

1. G.Ackley-"Macro Economics Theory and Policy".
2. Central Statistical Organisations-"National Accounts Statistics"
3. M.L.Seth-"Macro Economics".Lakshmi Narayana Agarwal,2015.
4. K.P.M.Sundaram –"Money Banking and International Trade"
5. Telugu Academy publications
6. Bharati.V.Pathak-"The INDIAN financial system markets". "Institutions and services".