

**SARDAR PATEL UNIVERSITY**  
**Programme: BBA (Foreign Trade)**  
**Semester: II**  
**Syllabus with effect from: DECEMBER 2011**

<b>Paper Code:</b> UM02CBBF03	<b>Total Credits: 3</b>
<b>Title Of Paper:</b> Macro Economics	

Unit	Description in detail	Weightage (%)
<b>1</b>	<b>The Theory of Income &amp; Employment</b> Principle of Effective Demand Propensity of Consume Investment Multiplier	<b>25 %</b>
<b>2</b>	<b>National Income</b> Definition of N.I. (GNP, NNP, GDP, NDP, NNP at market price & at factor price, percapita income) Method of Measurement of N.I. Difficulties in the Measurement of N.I.	<b>25 %</b>
<b>3</b>	<b>International Trade</b> The comparative Cost Advantage Theory of International Trade Balance of Trade & Balance of Payments – Causes of disequilibrium and Methods of correction Exchange rate Foreign Trade Multiplier	<b>25 %</b>
<b>4</b>	<b>Public Finance</b> Direct & Indirect taxes – Their advantages & disadvantages Public debt – Meaning – causes – debt redemption Deficit Financing – Meaning – Safe limit	<b>25 %</b>

**Basic Text & Reference Books**

- Macro Economic Theory – by M. L. Jhingan
- Advanced Economic Theory – by H. L. Ahuja
- Money, banking, Public Finance & International Trade – by D. M. Mithani
- International Trade – by Francis Cherunilam

