

**SARDAR PATEL UNIVERSITY**  
**PROGRAMME: B.COM. (HONS') (3 Years)**  
**(International Accounting and Corporate Banking & Insurance)**  
**(Under Choice Based Credit System Based on UGC Guidelines)**  
**Syllabus with effect from: December-2018**

**Semester: II**

<b>Paper Code: UB02GCOH21</b>	<b>Total Credits: 3</b>
<b>Title of Paper: Macro Economics</b>	
<b>Objective :</b> The objective of this course is to get proper understanding of the subject matter and nature of subject. Students can understand and Develop in-depth competency in the core areas of Macro economics. This includes the study of trading, growth, money, income, depression, prices.	

Unit No.	Description in Detail	Weightage
<b>1</b>	<b>Introduction</b> Macro Economics, Merits & Demerits, Basic Problem of an economy. Economic System, Types of Economics System. Circular flow of Income. National Income (Basic Concepts), Methods of Calculation and Difficulties in Calculation.	<b>25%</b>
<b>2</b>	<b>Money &amp; Quantity theory of money</b> Money, Meaning, Concept, Definition, Functions and Classification of Money Value of Money, Quantity Theory of Money, Fisher's Transaction theory, Cash Balance Approach, Milton Friedman's Restatement of the QTM.	<b>25%</b>
<b>3</b>	<b>Theory of Income &amp; employment</b> Theory of Income & Employment. Theory of Income & Employment Consumption Function. Investment Multiplier & Accelerator. Liquidity Preference Theory of Interest, Liquidity Trap.	<b>25%</b>
<b>4</b>	<b>Macro economic problems</b> A Model Business Cycle Inflation-Meaning, Types, Causes, Effects & Control of Inflation-Philips Curve. Direct & Indirect Tax-Merits & Demerits. Public Debt & Debt Repayment. Deficit Financing-Safe Limits.	<b>25%</b>

**Evaluation : Internal : 40 Marks (Theory)**  
**: External: 60 Marks (Theory) – Two Hours Examination**

**Reference Books:**

- Ahuja H.L (2007) Macro Economics Theory & Policy,
- Dwivedi M D N (2006) Macro Economics-Theory & Policy,
- Manikw G.N (2003), Macro Economics
- Shapiro E (2003) Macro Economics Analysis