UNIVERSITY OF DELHI
DELHI SCHOOL OF ECONOMICS
DEPARTMENT OF ECONOMICS

Minutes of Meeting

Subject: B.A. (Hons) Economics Second Semester (CBCS)
Course: 03 (Introductory Macroeconomics)
and
Generic Elective (GE) Course II (Introductory Macroeconomics)

Date: Monday 9th January 2017
Venue: Department of Economics, Delhi School of Economics, University of Delhi
Convenor: Professor Shreekant Gupta

Attended by:

1. Kamlesh Aggarwal   Shyama Prasad Mukherjee College
2. Aditi A. Bansal   Shaheed Bhagat Singh College
3. Supriti Mishra   Shyam Lal College
4. Amrat Lal Meena   Moti Lal Nehru College
5. Dipavali Debroy   Shri Guru Gobind Singh College of Commerce
6. Gurbinder Kaur   Shaheed Bhagat Singh College
7. Anita Balani   Hansraj College
8. Daisy Sales   Jesus & Marry College
9. Nidhi Pande   Delhi College of Arts & Commerce
10. Chander Kanta   PGDAV College
11. Kapila Mallah   Hansraj College
12. Manichandra Singh   Aryabhatta College
13. Deepashree   Shri Ram College of Commerce
14. Nalini Panda   I.P. College
15. A J C Bose   Shri Ram College of Commerce
16. Nidhi Dhamija   Hindu College
17. Taruna Rajora   Dyal Singh College (M)
18. Sonika   Daulat Ram College
19. Chaitanya Pr. Garia   Dyal Singh College
20. Saraswati   ARSD College
21. Malini Sharma   Daulat Ram College
22. Anita   Kaliindi College
23. Shantanu Sarkar   Miranda House College
24. Rakhi   Lakshmibai College
25. Harikesh Maurya   Lakshmibai College
26. Atif Rabbani   Zakir Hussain College
27. Amit Kumar   IP College
28. Kakali Barua   Lady Shri Ram College
29. Stuti Gupta   Shyal Lal College (E)
30. Sunita Meena   Miranda House
To the extent possible data from the Indian economy such as those in the Economic Survey, RBI, etc. should be used to illustrate concepts in the topics below.

**Topic-wise Readings:**

**Unit 1. Introduction to Macroeconomics and National Income Accounting**
Basic issues studied in macroeconomics; measurements of gross domestic product, income, expenditure and the circular flow; real versus nominal GDP; price indices; national income accounting for open economy, balance of payments accounts, current and capital accounts.

(i) Abel, Bernanke and Croushore: Chapters 1, 2 and section 5.1 (pp. 169-177). Instead of Table 5.1 in book use Economic Survey 2015-16 vol 2, ch. 4, pp.78-82 (esp. Table 4.3): [http://indiabudget.nic.in/es2015-16/echapvol2-04.pdf](http://indiabudget.nic.in/es2015-16/echapvol2-04.pdf)


[Numericals will be based on definitions in reading (i)]
Unit 2. Money
Functions of money; quantity theory of money; determination of money supply and demand; credit creation; tools of monetary policy.

(i) Mankiw: section 4.1 (pp. 79-85) and section 5.1 (pp. 100-106).
(ii) Blanchard: Chapter 4.

Unit 3. Inflation
Inflation and its costs; hyperinflation.

(i) Mankiw: Chapter 5, sections 5.2-5.7 (pp. 99-100; pp. 107-126).
(ii) Blanchard: Chapter 23.

Unit 4. The Closed Economy in the Short Run
Classical and Keynesian systems; simple Keynesian model of income determination; IS-LM model; fiscal and monetary multipliers.

(i) Mankiw: Chapter 3 (except pp. 56-67, do case study on p. 56); ch. 10 (pp. 282-298).
(ii) Dornbusch, Fischer and Startz: Chapters 9, 10, and chapter 11.1-11.3 (pp. 250 -271).

Useful sources for data on the Indian economy:


Assessment:
1. Internal evaluation will comprise 2 class tests (10 marks each) and 5 marks for attendance.
2. The end semester exam (75 marks) will comprise numericals and other questions.

It was also agreed future meetings should be held in the previous semester shortly after dispersal of classes.