

**DEPARTMENT OF ECONOMICS  
DELHI SCHOOL OF ECONOMICS  
UNIVERSITY OF DELHI**

**Minutes of Meeting**

**Subject:** B.A. (Hons) Economics – Third Semester (Restructured FYUP Syllabus)  
**Course:** Macroeconomics - I  
**Date of Meeting:** Wednesday 30<sup>th</sup> July, 2014  
**Venue:** Department of Economics, Delhi School of Economics, University of Delhi, Delhi – 110 007  
**Chair:** Prof. Pami Dua

**Attended by:**

S.No.	Name	College
1	Archana Aggarwal	Hindu College
2	Mohini Aggarwal	Rajdhani College
3	Jyoti Chaudhary	Shyam Lal College
4	Jasleen Kaur	Mata Sundri College
5	A. Sunil Dharan	Motil Lal Nehru College
6	Ganesh Manjhi	Gargi College
7	Swapan Chakraborty	Shyam Lal College (E)
8	Pilu Chandra Das	Dyal Singh College(E)
9	Kajleen Kaur	SGGSCC
10	D. Brahma Reddy	S.V College
11	Dorothy Roy Chowdhry	Bharati College
12	Anjana Singh	LSR College
13	Neelam Singh	LSR College
14	Pintu Parui	Ramjas College
15	Gurdeep Kaur	Shivaji College
16	Virender Kr.	IP College
17	Swarup Santra	Satyawati College (Day)
18	Rajiv Jha	SRCC
19	Menka Singh	Motil Lal Nehru College
20	Richa Suri Rastogi	ARSD College
21	Dr. Rashmi Chaudhary	Kalindi College
22	Narender Thakur	Bhim Rao Ambedkar College
23	Dr. Suvojit L. Chakravarty	Ram Lal Anand College (E)
24	Manoj Kumar	Satyawati College (E))
25	Dr. Parul Kumar	Satyawati College (E))
26	Somnath Patra	Kamala Nehru College
27	Dr. Anjali Agarwal	Motilal Nehru College (E)
28	Pragya	SGTB Khalsa College
29	Devendra Kumar	Janki Devi Memorial College
30	Mamta Ahuja	SGND Khalsa College

## **Topic wise Readings and Course Outline :**

### **1. The Closed Economy in the Short Run(Estimated number of lectures 10)**

Simple Keynesian model of income determination; the IS-LM model; fiscal and monetary multipliers.

#### **Readings:**

- (a) R.Dornbusch and S.Fischer (1994, 6<sup>th</sup> edn.) : Chs.3 and 4.

### **2. The Aggregate Demand and Aggregate Supply Curve (Estimated number of lectures: 15)**

Derivation of aggregate demand and aggregate supply curves; interaction of aggregate demand and aggregate supply

#### **Readings:**

- (a) R.Dornbusch and S.Fischer (1994, 6<sup>th</sup> edn.): Chs.5 (5.1 to 5.3) and 7.  
(b) O.Blanchard (2006, 4<sup>th</sup> edn.): Chs 6,7 and p292– p294,p300-p306.

### **3. Inflation,Unemployment and Expectations (Estimated number of lectures: 20)**

Phillips curve; adaptive and rational expectations; the policy ineffectiveness debate.

#### **Readings:**

- (a) O.Blanchard (2006, 4<sup>th</sup> edn) :Chs. 8 and 9.  
(b) C.L.F.Attfield, D. Demery and N.W. Duck (1991, 2<sup>nd</sup> end.): p1– p28.  
(c) Steven Sheffrin, (1996, 2<sup>nd</sup> edn.): Ch. 2(p25– p40).

### **4.Open Economy Models (Estimated number of lectures: 17)**

Short run open economy models: the Mundell Fleming model; Dornbusch's overshooting model. The monetary approach to balance of payments.

#### **Readings:**

- (a) R.Dornbusch and S.Fischer (1994, 6<sup>th</sup> edn): Chs.6 and 20 (20.1 and 20.2).  
(b) D.Salvatore (2008, 8<sup>th</sup> edn): Ch.15 (**excluding the appendix**).

### **ASSESSMENT:**

1. The End-semester Examination (75 marks) will have the following format:  
(a) The question paper will have total **five** questions (15 marks each) with at least one question from each topic.  
(b) Each question shall have internal choice and can be mathematical in nature.

### **READING LIST**

1. **R.Dornbusch and S. Fischer(1994)**, *Macroeconomics*, 6<sup>th</sup> edition, McGraw Hill.  
2. **R.Dornbusch, S. Fischer and R.Startz (2010)**, *Macroeconomics*, 11<sup>th</sup> edition, McGraw Hill.

3. **O. Blanchard (2006)**, *Macroeconomics*, 4<sup>th</sup> edition, Pearson Education (Asia).
4. **C.L.F. Attfield, D. Demery and N.W. Duck (1991)**, *Rational Expectations in Macroeconomics*, Second Edition, Blackwell.
5. **Steven Sheffrin (1996)**, *Rational Expectations*, 2<sup>nd</sup> edition, Cambridge University Press.
6. **D. Salvatore (2008)**, *International Economics*, 8<sup>th</sup> edition, Wiley (Asia).

For the 100 marks paper, there would be

- 75 marks : University Exam
- 25 marks : Internal Assessment (*5 marks are for attendance and 20 marks for two class tests of 10 marks each*)