Minutes of Meeting

Subject: B.A. (Hons) Economics – Third Semester
Course: 08 (Intermediate Macroeconomics-I)
Date of Meeting: 5 May, 2016 at 1.00 P.M.
Venue: Department of Economics, Delhi School of Economics, University of Delhi, Delhi – 110 007

Chair: Mausumi Das, Department of Economics, Delhi School of Economics

Attended by:
1. Nidhi Gupta SRCC
2. Sumeet Goyal DRC
3. Kajleen Kaur SGGSCC
4. Mohini Aggarwal Rajdhani
5. Devendra Kr. JDMC
6. S.L. Chakravarty Aryabhatta
7. Anjana Singh LSR
8. Rashmi Chaudhary Kalindi College
9. Daisy Sals JMC
10. Nita Singh Satyawati College (E)
11. D.B. Reddy S.V.college
12. Henna Sikka DCAC college
13. Malabika Pal MH

NOTE: The teachers present in the meeting once again underscored the need for a joint meeting of teachers of all the 3 macro courses of CBCS syllabus in December, 2016 to take a more comprehensive view on the distribution of the topics across the 3 courses.

No changes have been made in the reading list from the last year. However it was suggested that teachers take a look at the book: “Ben Heijdra: Foundations of Modern Macroeconomics (2nd ed) Chapter 3” as a possible reference for Topic 2. Whether to include this as a reading or not will be decided in the next meeting.
The topic-wise readings for the current semester are as follows:

**Topic wise Readings:**

**Topic 1. The Aggregate Demand and Aggregate Supply Curve**  
(Estimated number of lectures 17)
Derivation of aggregate demand and aggregate supply curves; interaction of aggregate demand and aggregate supply
Readings:
(a) Rudiger Dornbusch and Stanley Fischer (1994, 6th edn.), Chs. 5 (5.1 to 5.3) and 7.

**Topic 2. Inflation, Unemployment and Expectations**  
(Estimated number of lectures 20)
Phillips curve; adaptive and rational expectations; the policy ineffectiveness debate.
Readings:
(a) O. Blanchard (2006, 4th edn.), Chs. 8 and 9.

**Topic 3. Open Economy Models**  
(Estimated number of lectures 25)
Short run open economy models: the Mundell Fleming model; exchange rate determination: purchasing power parity, asset market approach; Dornbusch's overshooting model. The monetary approach to balance of payments; international financial markets.
Readings:
(a) Rudiger Dornbusch and Stanley Fischer (1994, 6th edn.), Chs. 6 and 20 (20.1 and 20.2).
(b) D. Salvatore (2008, 8th edn.), Ch. 14 (14.1–14.6D and appendix), Ch. 15 (including appendix) and Ch. 20.6

**Assessment:**

1. The internal evaluation will consist of two class tests of 10 marks each, with 5 marks being allocated for attendance.
2. The End-semester Examination (75 marks) will have the following format: The question paper will have total five questions (15 marks each) with the following distribution across topics: three questions from topics 1 and 2 and two questions from Topic 3. Question should have internal choices. Question can be mathematical in nature

**Reading List**