

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

Minutes of Meeting

Subject: B.A. Program Second Semester
Course: **ECON004** Introductory Macroeconomics (for Major and Minor courses only)
Credits: 4
Duration (per week): 4 hours (3 L + 1 T)
Date: Thursday 9th March 2023
Venue: Department of Economics, Delhi School of Economics, University of Delhi
Convenor: **Prof. Dibyendu Maiti**

Sub-committee:

Nidhi Dhamija
Aradhana Nanda
Ashwani Kumar

Attended by:

Name of Teacher	Name of College
Pawan Kumar	Ramjas College
Yogita Yadav	Sri Venkateswara College
Anu Singh Deswal	Jesus and Mary College
Deepika Goel	Aryabhatta college
Shweta Nanda	ARSD
Dr Renu Kumari Verma	Motilal Nehru College Evening
Ajay Kumar	Kamala nehru college
ANUJ KUMAR	Satyawati College(E)
Gurpinder kaur	Shaheed Bhagat Singh College
D Appala Naidu	ARSD College, University of Delhi
SARWESHWAR KUMAR GAUTAM	Satyawati College
Ankur Bhatnagar	Satyawati College
Aishwarya	Gargi College
Arun Kumar	DCAC
Pooja Sharma	Daulat Ram College
Kanika Aggarwal	Shri Ram college of commerce
Yogita Yadav	Sri Venkateswara College
Rakesh Kumar	Dyal Singh College
Shubhi Singh	Lady Shri Ram College for Women
Paramjeet Kaur	Sri Guru Gobind Singh College of Commerce
Ramesh kumar	BNC
Amrat Lal Meena	Amrat Lal Meena
Anjana Singh	Lady Shri Ram College
Surabhi Gupta	Lady Shri Ram College for Women

R. AHALYA
Kanupriya
Arjun
Sukhvinder Kaur
Aakriti Saini
Saumya Shukla
UTTAM KUMAR
Mohini Aggarwal
Sonika
Aruna Rao
Rupa Basu
Saraswati
Nidhi Dhamija
Tanu
Bijoyata Yonzon
Supriti Mishra
Archi Bhatia
Aradhana Nanda
Ashwani Kumar

DAULAT RAM COLLEGE
Sri Aurobindo College (Day)
Shivaji college
Sri Guru Nanak Dev Khalsa College
Daulat Ram College
Maharaja Agrasen College
ARSD COLLEGE
Rajdhani College
SPM COLLEGE FOR WOMEN
Sri Venkateswara College
Kamala Nehru College
ARSD college
Hindu College
Delhi College of Arts and Commerce
Janki Devi Memorial College
Shyam lal college
Ramjas College
Sggs college of commerce
SRCC

Learning Objectives

- To introduce students to the basic concepts of macroeconomics
- To discuss the preliminary concepts associated with determining and measuring aggregate macroeconomic variables like GDP, savings, investment, money, inflation, unemployment and the balance of payments.
- To introduce the simple analytical framework (e.g., the IS-LM Model) for analysing the relationships among key macroeconomic variables.

Learning Outcomes

- The students would be able to familiarise the broad macroeconomic concepts like GDP, inflation, money supply, interest rate and their inter-linkages and their interrelationships.
- By studying the course, the students will be able to critically evaluate various macroeconomic policies and their effects on output and interest rate in the economy.

Suggested number of lectures: Unit 1 and 2 combined - approximately **11**; Units 3 - approximately **23**; Unit 4 - approximately **11**.

Readings:

1. Andrew B. Abel, Ben S. Bernanke and Dean Croushore (2011). *Macroeconomics*, 7th edition, Pearson.
2. Oliver Blanchard and David R. Johanson (2013). *Macroeconomics*, 6th edition, Pearson
3. Rudiger Dornbusch, Stanley Fischer and Richard Startz (2011). *Macroeconomics*, 11th edition, McGraw-Hill.

Topic-wise Readings:

Unit 1. Introduction: What is macroeconomics? Macroeconomic issues in an economy
Basic issues studied in macroeconomics.

(i) Abel, Bernanke and Croushore: Chapter 1 (Sections 1.1 and 1.3)

Unit 2. National Income Accounting

Measurements of gross domestic product - income, expenditure and the circular flow; related aggregates; real versus nominal GDP; price indices and real interest rate.

(i) Abel, Bernanke and Croushore: Chapter 2

Unit 3. Simple Theory of Income Determination

Simple Keynesian model of income determination; Actual and potential GDP; aggregate expenditure; consumption function; investment function; equilibrium GDP; Concept of multiplier; government sector and impact of changes in government expenditure and taxes.

(i) Dornbusch, Fischer and Startz: Chapter 9

(ii) Abel, Bernanke and Croushore: Chapter 4 (Section 4.1 and 4.2 – till page 121)

Unit 4. Money in a Modern Economy

Concept of money in a modern economy; monetary aggregates; functions of money; demand for money; money supply and credit creation; monetary policy tools.

(i) Abel, Bernanke and Croushore: Chapter 7 (Section 7.1)

(ii) Blanchard: Chapter 4

Assessment:

1. Internal Assessment (IA): **30 marks** - one class test, another test or presentation (12 marks each), and six marks for attendance.
2. Continuous Assessment (CA): **40 marks** - projects, presentations etc. (35 marks) and 5 marks for attendance.
3. The end semester exam: **90 marks** will comprise numerical and other questions.

Suggested Weightage for each unit in the final examination

Unit 1 and 2 - 25 marks

Unit 3 - 40 marks

Unit 4 - 25 marks