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| Semester | IV |
| Course | Major |
| Paper Code | C2EC230321T |
| Paper Title | INTERMEDIATE MACROECONOMICS - I |
| No. of Credits | 4 |
| Theory/Practical/Composite | Theory |
| No. of periods assigned | 4 per week |
| Minimum No. of preparatory hours per week a student has to devote | 4 |
| Learning Outcomes/Course description/objective | <ol style="list-style-type: none"> 1. Introducing the students to formal macroeconomic modeling with the help of analytical tools. 2. Discussing various alternative theories of output and employment determination 3. Understanding the working of a closed economy in the short run as well as medium run, 4. Grasping the role of macroeconomics policy in this context. 5. Introducing the students to various theoretical issues related to an open economy. |
| Syllabus | <p>Module 1 (35 marks)</p> <p>1. Aggregate Demand and Aggregate Supply Curves Derivation of aggregate demand, labour market, alternative approaches to aggregate supply; interaction of aggregate demand and supply.</p> <p>2. Inflation, Unemployment and Expectations Phillips curve; adaptive and rational expectations; policy ineffectiveness debate.</p> <p>Number of Classes per week: 2</p> <hr/> <p>Module 2 (35 marks)</p> <p>3. Open Economy Models Balance of Payments accounting identity and equilibrium, IS-LM-BP model under alternative exchange rate regimes, exchange rate determination; purchasing power parity;</p> <p>Number of Classes per week: 2</p> |
| Readings | <p>Text Books</p> <ol style="list-style-type: none"> 1. Dornbusch, Fischer and Startz, <i>Macroeconomics</i>, McGraw Hill, 11th edition, 2010. 2. N. Gregory Mankiw. <i>Macroeconomics</i>, Worth Publishers, 7th edition, 2010. 3. Richard E. Caves, Jeffrey A. Frankel and Ronald W. Jones: <i>World Trade and Payments – An Introduction</i>; 10th Edition, Pearson Addison Wesley. <p>References</p> <ol style="list-style-type: none"> 1. Andrew B. Abel and Ben S. Bernanke, <i>Macroeconomics</i>, Pearson Education, Inc., 7th edition, 2011. 2. Soumyen Sikdar, <i>Principles of Macroeconomics</i>, Oxford University Press. |

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| Evaluation | Continuous Internal Assessment: 30 marks End- Semester Theory Examination: 70 marks | | | | |
| Paper Structure for End Sem Theory | Module | No. of Questions to be Answered | No. of Alternatives | Marks | |
| | Module 1 | 3 | 4 | 5 x 3 = 15 | |
| | | 2 | 3 | 10 x 2 = 20 | |
| | Module 2 | 3 | 4 | 5 x 3 = 15 | |
| | | 2 | 3 | 10 x 2 = 20 | |
| | Total Marks | | | | 70 |