

**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 8th January 2018
Venue Department of Economics, Delhi School of Economics, University of Delhi
Convenor Professor Shreekant Gupta

Attended by:

S.No.	Name	College
1	D. Appala Naidu	ARSD
2	Suresh Kumar	Kalindi College
3	Abdul Rasheed C.K.	Hindu College
4	Abhash Kumar	Rajdhani College
5	Supriti Mishra	Shyam Lal College
6	Gupindr Kaur	Shaheed Bhagat Singh College
7	Bijoyata Yonzon	Janki Devi Memorial College
8	Puja Pal	Janki Devi Memorial College
9	Pragya Shankar	Ram Lal Anand College
10	Nalini Panda	IP College
11	Srividya Subramaniam	SGTB Khalsa College
12	Shabnam Bahadur	DCAC College
13	Sonika	Hindu College
14	Anil Kr.	Ramjas College
15	Leema Paliwal	St. Stephens College
16	Tapas Ranjan Saha	Sri Aurobindo College (E)
17	Dipav Prakash	ARSD
18	Priyanka	Shivaji College
19	AJC Bose	SRCC
20	Kittu Kapoor	Mata Sundri College for Women
21	Arun Gupta	B.R.Ambedkar college
22	Dorothy	Daulat Ram College
23	Pragya Nayyar	SGTB Khalsa College
24	Jasmin	Jesus and Mary College
25	Deepak Kandpal	Hindu College
26	Renu Sinha	Satyawati College (M)
27	Bhavna Seth	Dyal Singh College (M)
28	Ankit Joshi	Sri Venkateswara College
29	Kanika Goyal	College of Vocational Studies

30	Chander Kanta Gupta	PGDAV College
31	Anand Kumar	College of Vocational Studies
32	Saumya Shukla	Maharaja Agrasen College
33	Sunita Meena	Miranda House
34	Krishna Kumar S.	Sri Venkateswara College
35	Preeti Mann	Kamla Nehru College
36	Swagat Rout	Sri Aurobindo College(E)
37	Animesh Kumar	Kamla Nehru College
38	Rashmi Mittal	Dyal Singh College (M)
39	kavita Bangarwa	ARSD College
40	Deepti Sethi	Janki Devi Memorial College
41	Aradhana Nanda	Sri Guru Gobind Singh College of Commerce
42	Nita Singh	Satyawati College (E)
43	Abhinav Prakash	SRCC
44	Varun Bhushan	PGDAV College (M)
45	Himani Choudhary	Lady Shri Ram College
46	Apoorva	Ramjas College
47	Sakshi Goel	Janki Devi Memorial College
48	Rashmi Sharma	DCAC College

Suggested number of lectures: Unit 1 - approximately **10-15**; for Units 2 and 3 together – approximately 20; for Unit 4 - approximately **25-30**.

Readings:

A. Abel, B. Bernanke and D. Croushore (2014). *Macroeconomics* (8thedition), Pearson Education.

N. Gregory Mankiw (2013). *Macroeconomics* (8th edition). [page numbers below refer to the International edition.]

O. Blanchard (2006). *Macroeconomics* (6th edition).

R. Dornbusch, S. Fischer and R. Startz. *Macroeconomics* (11th edition).

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 2017-18 vol 2, ch. 6, pp.81-87 and Table 4 (p. 88):** http://mofapp.nic.in:8080/economicsurvey/pdf/080-098_Chapter_06_Economic_Survey_2017-18.pdf

- (ii) National Accounts Statistics: Sources and Methods, CSO, Government of India, 2012; Chapters 2,3,4 and 8. http://sdp.gov.in/writereaddata/sources_method_2012.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.
(iii) Economic Survey 2017-18 Volume 2, chapter 4, pp.89-97:
http://mofapp.nic.in:8080/economicsurvey/pdf/056-067_Chapter_04_Economic_Survey_2017-18.pdf
(iv) Partha Ray (2013) *Monetary Policy* Oxford India Short Introduction. Chapter 1 What is Monetary Policy? pages 31-45.
(v) Partha Sen: Urjit Patel Committee Report-Flawed Premise, Misplaced Prescription, The Hindu (July 26, 2016) [**Supplementary reading**]
<http://www.thehindu.com/opinion/lead/Flawed-premise-misplaced-prescription/article14508120.ece>

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); 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:

1. Economic Survey: <http://mofapp.nic.in:8080/economicsurvey/>
2. RBI Handbook of Statistics on the Indian Economy:
<https://www.rbi.org.in/SCRIPTS/AnnualPublications.aspx?head=Handbook%20of%20Statistics%20on%20Indian%20Economy>
3. RBI Database on the Indian Economy: <https://dbie.rbi.org.in/>

Assessment:

1. Internal evaluation will comprise 1 class test and another test or presentation (10 marks each) and 5 marks for attendance.
2. The end semester exam (75 marks) will comprise numericals and other questions.