

Masters of Business Administration (MBA) – Semester - 2

Course Teaching Plan

Course Title: Macro Economics and Indian Economy
Course Code: 340030201
Course Credit: 3

1. Course Introduction

The paper provides an overview of the aggregate economy. It introduces students to basic macroeconomic principles to enable them to understand how a country's economy works including the outputs of the economy, unemployment, inflation, fiscal policy, monetary policy and international trade. It provides a basic understanding on inter relation between different economic variables and its impact on the process of economic growth and development. It aims to familiarize students with trends in Indian economy and policy environment.

2. Course Objectives:

- ▶ To familiarize with macroeconomic principles in order to understand inter relation between economic variables
- ▶ To enable students to analyze policy environment for business
- ▶ To introduce trends in Indian economy

3. Course Learning Outcome:

CLO-1: Understand concept of and various measures of national income, and use of it in evaluating a country's economic development with reference to India

CLO-2: Understand factors promoting growth and development in long run

CLO-3: Understand Monetary system, causes of Inflation and Monetary Policies

CLO -4: Develop acquaintance with concepts related to open economy

CLO-5: Understand short run economic fluctuations and policy tools to control them

4. CLO –PO Mapping Matrix

	PO1	PO2	PO3	PO4	PO5
CLO1	3	3	3	3	3

CLO2	3	3	3	3	3
CLO3	3	3	3	3	3
CLO4	3	3	3	3	3
CLO5	3	3	3	3	3

Correlation levels: 3= 'High', 2='Medium', 1='Low' and '-' = No correlation

5. Course Contents:

Sessions	Content
MODULE -1 (Weight – 25%)	
1 -4	NATIONAL INCOME <ul style="list-style-type: none"> Measuring National Income Problems in Measuring NI Problems of NI as an indicator of development
5 -6	Measuring the Cost of Living
7	Determinants of productivity
MODULE -2 (Weight – 25%)	
8 -9	Savings, Investment and Financial System
10 -11	The Monetary System of India <ul style="list-style-type: none"> M1, M2, M3, M4 Issue dept and Banking Dept of RBI Credit Creation by Banks
12 - 13	RBI's tools to monetary control <ul style="list-style-type: none"> Quantitative and Qualitative measures Effectiveness of RBI's measures
14 – 15	Inflation <ul style="list-style-type: none"> Demand Pull and Cost Push inflation Money and inflation (QTM) Inflation trends in India RBI and inflation control
16	QUIZ
UNIT -3(Weight – 25%)	
17-18	Open Economy Macroeconomics: Basic Concepts <ul style="list-style-type: none"> Flow of Goods and Capital Exchange Rate determination Purchasing Power Parity Theory
19-20	A Macro Economic Theory of Open Economy

21	India's External Sector <ul style="list-style-type: none"> • Trends in Exports-Imports • Exchange Rate Policy (Partial vs Full convertibility of currency) • Trends in FDI/ FPI
22	QUIZ
UNIT – 4 (Weight – 25%)	
23-25	Aggregate Demand and Aggregate Supply and business cycles
26-27	Influence of Monetary and fiscal policy on aggregate demand
28	Fiscal Policies in India (targeted to control Busi. Cycle)
29	Short Run Trade off Between Inflation and Unemployment
30	QUIZ

6. Assessment Scheme :

Specific assessment method	% Weightage	Theory	Practical
Exam	50%	√	
News Room/ GD	10%	√	√
Sectoral Analysis	10%	√	√
Term paper/ Scrap Book	20%	√	√
Quiz	10%	√	

7. Educational Resources

Educational Resources	Description
i. Text Book	“Principles of Economics” – G Mankiew (Latest edition), Cengage Learning
ii. Additional Reading	1. “Indian Economy since Independence” Uma Kapila, (Latest Addition), Academic Foundation Publications 2. “Indian Economy” – Mishra and Puri, (Latest addition), Himalaya Publishing House
iii. Reference Book	1. “ Economics” - Samuelson and Nordhaus 2. “Macro Economics” G S Gupta 3. “Macro Economics” Errol D’Souza 4. “Macroeconomics” Dornbusch, R., Fischer, S. and Startz, R. Macroeconomics, McGraw-Hill. 5. “Day to Day Economics” Satish DDeodhar 6. “The Indian Economy: A macroeconomic perspective” Nilanjan Banik:

iv. Journals/ Magazine/periodicals	1. Economic Times 2. The Mint 3. Business Standard 4. The Hindu - Business line 5. Economic and Political Weekly 6. The Economist
v. Course related important Web links	1. www.rbi.org.in 2. www.finmin.nic.in 3. www.econlib.org 4. www.moneycontrol.com 5. https://www.worldbank.org/en/home 6. http://www.hdr.undp.org/ 7. https://www.indiabudget.gov.in/