

Economics Department Curriculum Plan for Even Semester 2021-22

Teacher Name: Mr. Suresh Kumar

Paper Name: Principles of Macroeconomics II

Class type: B.A. Programme 4Th Semester

Paper shared with: None

Particulars	Test/Assignments/Revision/Presentations Etc.
1st and 2nd Week of January	
Unit 1 IS-LM Analysis: Derivations of the IS and LM functions; IS-LM and aggregate demand; shifts in the AD curve (i) Dornbusch, Fisher and Startz Chapter 11 "Money, interest and Income" (Section 11-5 to be excluded). (ii) Dornbusch, Fisher and Startz Chapter 12 "Monetary and Fiscal Policy" (Section 12-5 to be excluded).	
3rd and 4th Week of January	1
Unit 1 IS-LM Analysis: Derivations of the IS and LM functions; IS-LM and aggregate demand; shifts in the AD curve (i) Dornbusch, Fisher and Startz Chapter 11 "Money, interest and Income" (Section 11-5 to be excluded). (ii) Dornbusch, Fisher and Startz Chapter 12 "Monetary and Fiscal Policy" (Section 12-5 to be excluded).	
1st and 2nd Week of February	1
Unit 2 GDP and Price Level in Short Run and Long Run: Aggregate demand and aggregate supply; multiplier analysis with AD curve and changes in price levels; aggregate supply in the SR and LR (i) Blanchard and Johnson Chapter 6 "The Labor	
Market".	
3rdand 4th Week of February Unit 2 GDP and Price Level in Short Run and Long Run: Aggregate demand and aggregate supply; multiplier analysis with AD curve and changes in price levels; aggregate supply in the SR and	
IR (ii) Blanchard and Johnson Chapter 7 "Putting Ail Markets Together: The AS-AD Model".	



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March

Unit 3

Inflation and Unemployment: Concept of inflation; determinants of inflation; relationship between inflation and unemployment: Phillips Curve in short run and long run (i) Abel and Bernanke Chapter 12 "Unemployment and Inflation".

1st and 2nd Week of April

Unit 4

Balance of Payments and Exchange Rate: Balance of payments: current account and capital account; market for foreign exchange; determination of exchange rate

- (i) Abel and Bernanke Chapter 5 "Saving and investment in the Open Economy" (Sections 5.1 and 5.2).
- (ii) Abef and Bernanke Chapter 13 "Exchange rates, Business Cycles and

4th week of Feaboury (Unit 1,and 2)

3rd Week of April (Unit 4)

Revision

April 3rd and 4th Week

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Assessment:

1. Internal evaluation will comprise 1 class test and another test or presentation (10 marks each) and 5 marks for attendance.

Readings:

- 1. Abel, A., Bernanke, B. (2008). Macroeconomics, 5th ed. Pearson Education.
- 2. Blanchard, O, Johnson, D. (2017). Macroeconomics, 6th ed. Pearson Education.
- 3. Dornbusch, R., Fischer, S., Startz, R. (2018). Macroeconomics, 12th ed. McGraw-Hill Education India.