



TRIPURA UNIVERSITY

**(A Central University)
Suryamaninagar-799022**

**Syllabus
OF
Economics
(General & Major)**

Semester – III

2014

Semester-III

H-3: Macroeconomic Theory

100 Marks

Unit-I: Theory of Employment

Classical Theory of Employment. Its criticism and Keynesian Revolution. The Theory of Effective Demand; Determination of Simple Keynesian Equilibrium. The IS-LM framework and complete Keynesian Model.

Unit-II: Consumption Function and Investment Function

Keynesian's psychological law of consumption, factors affecting law of consumption. Investment function- MEC and MEI; the Keynesian multiplier, accelerator, and the super multiplier

Unit-III: Quantity Theory of Money

Fisher's Cash Transaction Approach, Cash Balance Approach, Keynesian Reformulation of Quantity Theory of Money.

Unit-IV: Inflation and Business Cycle

Inflation: Demand Pull and Cost Push Theories, Effects of Inflation on Production and Distribution, Anti-Inflationary Policy. Business Cycle: Meaning and Characteristics; Hawtrey's Theory of Trade Cycle.

ECP-3: Indian Economy

Unit-I: Basic Features of Indian Economy

Features of Underdevelopment. Trends and Sectoral Composition of National Income. Growth. Composition and Policies of Population. Problems of Poverty and Unemployment and Government's Recent Policies to Combat the Problems.

Unit-II: Indian Agriculture

Role and Importance of Agriculture in Indian Economy. Causes of Low Productivity in Indian Agriculture. Land Reforms in India. Green Revolution and its Impact on Productivity and Distribution. Indian Agriculture and WTO.

Unit-III: Indian Industry

Role and Problems of Cottage, Small and Large Industries in Indian Economic Development in the Globalised Context. Sources of Institutional Finance in India. Industrial Policies (With emphasis on 1956 and 19991). Role, Success and Limitations of Public Sector Enterprises in Indian Economic Development.

Unit-IV: Money, Capital Market and Planning

Role and Monetary Policy of RBI. Central-State Financial Relation. FCI and FII. Achievement and Failures of India's Five Year Plans (With emphasis on the last Three Five Year Plans). Agricultural and Industrial Development of Tripura during Plans-Problems and Prospects.