



Hindi Vidya Prachar Samiti's

Ramniranjan Jhunjhunwala College

of Arts, Science & Commerce

(Autonomous College)

Affiliated to

UNIVERSITY OF MUMBAI

Syllabus for the S.Y.B. Com

Program: Business Economics

Program Code: RJCUCOM

(CBCS)

2018-19

2019-20

2021-2022

SEMESTER III		L	Cr
Paper: Elements of Macro Economics - 03	Paper Code: RJCUCOM304	45	3
UNIT I		10	
Introduction - Overview of Macro Economics			
<ul style="list-style-type: none"> ● Macroeconomics: Meaning, Scope and Importance. ● Circular flow of aggregate income and expenditure and its Importance- closed and open economy models ● The Measurement of National Product: Meaning and Importance of National Income Accounting- conventional and Green GNP and NNP concepts -National Income and Economic Welfare ● Trade Cycles: Features and Phases 			
UNIT II		10	
Classical and Keynesian Economics			
<ul style="list-style-type: none"> ● Classical Macro economics: Say's law of Markets - Features, Implications and Criticism ● The Principle of Effective Demand: Aggregate Demand and Aggregate Supply ● Consumption Function: Properties, Assumptions and Implications ● Investment function and Marginal Efficiency of capital ● Investment Multiplier effect on Income and Output: Assumptions, Working, Leakages, Criticism and Importance - paradox of thrift 			
UNIT III		10	
Post Keynesian Developments in Macro Economics			
<ul style="list-style-type: none"> ● The IS-LM model of integration of commodity and money markets ● Inflation and unemployment: Philips Curve ● Stagflation: meaning, causes, and consequences ● Supply side economics: Basic propositions and critical appraisal 			

UNIT IV	15	
Money, Prices and Inflation		
<ul style="list-style-type: none"> • Money Supply: Determinants of Money Supply - Factors influencing Velocity of Circulation of Money • Demand for Money: Classical and Keynesian approaches and Keynes' Liquidity Preference Theory of Interest - Friedman's Restatement of Demand for money • Money and Prices: Fishers Quantity theory of Money (Cash Transactions Approach) - Fisher's Equation of Exchange - Cambridge Cash Balance Approach • Inflation: Demand Pull Inflation and Cost Push Inflation - Effects of Inflation- Nature of inflation in a developing economy - policy measures to curb inflation- (monetary policy and inflation targeting) 		

S.Y.B.Com.	Semester III
Paper:	Course Outcomes 3.1:
Elements of Macro Economics	<ol style="list-style-type: none"> 1. Understanding the concepts and data of National Income, Study of trade cycles 2. Understanding classical and Keynesian theories of Macro Economics 3. Study of IS LM, understanding Stagflation and Supply side Economics 4. Understanding demand and supply theories of money and inflation <p>Learning outcomes:</p> <p>An overall approach to macroeconomics is to examine the economy as a whole. This paper will introduce the students to an introduction to the basic analytical tools of macroeconomics to evaluate macro economic conditions such as inflation, unemployment and growth. It is designed to make system of overall economy understandable and relevant. They will</p>

	get a clear explanation of many aspects of aggregate economic variables to inspire a consistent way of thinking about key macroeconomic phenomena. They will be familiarised to basic concepts of macroeconomics and with certain common features of economic occurrence in the real world.
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References:

1. Ackley. G (1976), Macro Economic Theory and Policy, Macmillan Publishing Co. New York
2. Ahuja. H.L., Modern Economics — S. Chand Company Ltd. New Delhi.
3. Blanchard Olivier (2000), Macro Economics, Englewood Elitt, Prentice Hall
4. Bouman John, Principles of Macro Economics
5. Dornbush, Rudiger, Fisher Stanley and Startz, Richards Macroeconomics, Ninth edition 2004 Tata-Mac Graw Hill, New Delhi.
6. Dwivedi, D.N. (2001), Macro Economics: Theory and Policy, Tata-Mac Graw Hill, New Delhi.
7. Friedman Hilton (1953) Essays in Positive Economics, University of Chicago Press, London.
8. Gregory. N. Mankiw, Macroeconomics, Fifth Edition (2002) New York:Worth Publishers
9. Jhingan, M.L., Principles of Economics — Vrinda Publications (P) Ltd.
10. Shapiro, E (1996), Macro-Economic Analysis, Galgotia Publication, New Delhi.
11. Vaish. M.C. (2010) Macro Economic Theory 14th edition, Vikas Publishing House (P) Ltd

SEMESTER IV		L	Cr
Paper: Foundation of Public Finance - 04	Paper Code: RJCUCOM404	45	3
UNIT I		10	
Introduction to Public Finance			
<ul style="list-style-type: none"> • Meaning and Scope of Public finance, major fiscal functions: allocation function, distribution function & stabilization function • Principle of Maximum Social Advantage: Dalton and Musgrave Views - the Principle in Practice, Limitations. • Relation between Efficiency, Markets and Governments: The concept of Public Goods and the role of Government 			
UNIT II		10	
Public Revenue			
<ul style="list-style-type: none"> • Sources of Public Revenue: tax and non-tax revenues, Objectives of taxation - Canons of taxation - Types of taxes: direct and indirect - Tax Base and Rates of taxation: proportional, progressive and regressive taxation • Shifting of tax burden: Impact and incidence of taxation - Processes- factors influencing incidence of taxation • Economic Effects of taxation: on Income and Wealth, Consumption, Savings, Investments and Production, Redistributive and Anti – Inflationary nature of taxation and their implications 			
UNIT III		10	
Public Expenditure and Debt			

S.Y.B.Com. Economics Syllabus Semester III & IV

<ul style="list-style-type: none"> Public Expenditure: Canons - classification - economic effects of public spending - on production, consumption, distribution, employment and stabilization – Theories of Public Expenditure: Wagner's Hypothesis and Wiseman Peacock Hypothesis - Causes for Public Expenditure Growth - Significance of Public Expenditure: Low Income Support and Social Insurance Programmes. Public Debt: Classification - Burden of Debt Finance: Internal and External- Public Debt and Fiscal Solvency 		
UNIT IV		
Fiscal Management and Fiscal Administration	15	
<ul style="list-style-type: none"> Fiscal Policy: Meaning, Objectives, constituents and Limitations; Contra cyclical Fiscal Policy and Discretionary Fiscal Policy: Principles of Sound and Functional Finance Budget- Meaning objectives and types - Structure of Union budget - Deficit Concepts-Current Budget Intergovernmental Fiscal Relations: fiscal federalism and fiscal decentralization - central-state financial relation 		

S.Y.B. Com	Semester IV
Paper: RJCUCOM404 Foundation of Public Finance	Course Outcomes 4.1: <ol style="list-style-type: none">1. Understanding public finance and theories2. Study of taxation and policy effects3. Study of public expenditure and management of public debt in developing countries4. Understanding of fiscal policy and detail study of the budget Learning outcomes: <p>Public Finance Issues are central to economic and Political discourse worldwide, as one of the primary functions of government is to generate resources from its people to spend money for improving the lives of its people. The primary objective of this course is to provide students with the tools to understand the underlying concepts and practical tradeoffs entailed in Public Finance policy alternatives.</p>

References:

1. Ahuja H.L.: Modern Economics, 19th edition, 2015, S. Chand &co Pvt Ltd, New Delhi
2. Bhatia H.L.: Public Finance. Vikas Publishing House Pvt. Ltd.
3. Bhatia H.L.: Public Finance. Vikas Publishing House Pvt. Ltd.
4. Hoiughton E.W. (1998) : Public Finance, Penguin, Baltimore
5. Hajela T. N: Public Finance – Ane Books Pvt.Ltd
6. Jha, R (1998) : Modern Public Economics, Route Ledge, London
7. Musgrave, R.A and P.B. Musgrave (1976) : Public Finance in Theory and Practice, Tata McGraw Hill, Kogakusha, Tokyo
8. Mithani, D.M (1998): Modern Public Finance, Himalaya Publishing House, Mumbai
9. Singh.S.K. (2014): Public finance in Theory and Practice, S.Chand &co Pvt Ltd, New Delhi