31. ECONOMICS

MICRO ECONOMICS

Theory of Consumer Behavior:

Supply and Demand Analysis:

Theory of Production:

Production Costs: Concepts and Types:

MACRO ECONOMICS
Introduction

Theories of Output and Employment
The Classical Theory of Employment (Say’s Law and Pigou’s Wage cut Policy) and Criticism, Keynesian Theory: Effective Demand, Aggregate Demand and Aggregate Supply Function, Consumption Function: Factors influencing consumption function, Investment Multiplier its relevance in emerging economies. Concept of Accelerator

Investment & Theories of Interest Rate
Capital and Investment: Types of Investment, Determinants of level of Investment, MEC Ex-Post and Ex-Ante Investment and Savings- Classical, Neo-classical And Keynesian Theories of Interest. Liquidity Trap, Simultaneous Determination of Interest and Real Income through IS-LM Framework in a closed Economy

Supply of Money & Demand for Money
Definition of Money - Money Supply: Measures of Money Supply (M1, M2, M3 & M4) - RBI approach to money supply; High powered money and money multiplier; Control of money supply. Variations in money supply in India. Theories of demand for money - Classical and Neo Classical approaches, Keynes liquidity preference approach. Derivation of LM curve.

Inflation & Business Cycles
MICRO ECONOMICS

Types of Revenue and Objectives of Firm


Perfect Competition and Monopoly


Monopolistic Competition and Oligopoly Markets


Pricing Strategies


Distribution and Factor Pricing


PUBLIC ECONOMICS


Public Expenditure

Theories of public expenditure- Wagner’ s law of increasing state activities – Peacock Wisemans hypothesis- Principle of Maximum Social advantage –Growth and pattern of public expenditure, Effects of public expenditure-Cost benefit analysis.

Taxation & Public Debt

Approaches to taxation- Benefit approach, Ability to pay approach and Neutrality approach- Elasticity and buoyancy of taxation-incidence and shifting of taxation-Types and classification of taxes and VAT, Approaches to public debt.

Fiscal Policy & Federal Finance


DEVELOPMENT ECONOMICS

Economic Development and Growth

Concepts of Economic Growth and Development. Measurement of Economic Development: Per Capita Income, Basic Needs, Physical Quality of Life Index, Human Development Index and Gender Empowerment Measure. Role of State and Market in Economic Development

Factors in Economic Development


Theories of Economic Development

Theories of Adam Smith, David Ricardo, Karl Marx and Schumpeter
Theories of Under Development

INTERNATIONAL ECONOMICS
Theories of International Trade:
Theories of absolute advantage, comparative advantage and opportunity costs; Theorem of factor price equalization; - Heckscher - Ohlin theory of trade.

Trade and Growth
Gains from Trade.-Trade as an Engine of Economic Growth. Concepts of Terms of Trade- Factors affecting Terms of Trade- Singer-Prebisch secular deterioration of Terms of Trade

Barriers to Trade
Tariffs, Quotas and Subsidies and their effects. The optimum tariff.

Balance of Payments