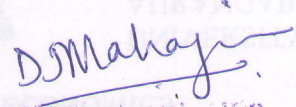


**Dr. BABASAHEB AMBEDKAR MARATHWADA UNIVERSITY, AURANGABAD  
DEPARTMENT OF ECONOMICS**

**M.A. (Economics) SYLLABUS**

<b>Course Code No.:</b> ECO-202	<b>No. of Credits:</b> 04	<b>Semester:</b> II
<b>Course Title:</b>	<b>MACRO ECONOMICS - II</b>	
<b>Course Objectives:</b> Objective of the course is to stress on the inter-relationships between monetary, fiscal and exchange rate policies. Growth analysis is explicitly introduced in this course.		
<b>Unit</b>	<b>Course Content</b>	<b>Periods</b>
I	<b>AS – AD Model:</b> Aggregate supply curve- Monetary expansion, dynamic aggregate supply curve – Short run and Long run aggregate supply curves – Dynamic aggregate demand curve.	12
II	<b>New Classical Macroeconomics:</b> Monetarism – Rational expectations equilibrium approach – the equilibrium approach – the supply side economics – the new keynesianism.	12
III	<b>Macroeconomics Policy Issues:</b> Macroeconomics Policy Issues – Activist Policy – Rules Versus Discretion – Alternative Strategic to Reduce Inflation – Gradualism Versus Cold Turkey – The new classical approach to Fiscal policy – Unpleasant monetarist Arithmetic.	10
IV	<b>Open Economy Macroeconomics :</b> Mundell – Fleming model under fixed and flexible exchange rates – Policy conflicts and adjustment under fixed exchange rates – Flexible exchange rates, Money & price – J – Curve.	14
V	<b>Growth Analysis:</b> Sources of economics growth – Empirical Estimates of the sources of growth – neo-classical growth models – convergence – endogenous growth	12
<b>Course Outcome:</b> a) Understand effect of monetary expansion using aggregate supply curve b) Understand people's economic behavior, and the microeconomic foundation of macroeconomics. c) Know the limits of government to intervene in market and people's response to government policies d) Know policy conflicts in economic stabilization and money neutrality concept e) Understand determinants of the economic growth.		

  
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