

SAINT CLARET COLLEGE, ZIRO

B. A. (ECONOMICS)

SYLLABUS AS PER RGU SEMESTRAL SCHEME
(Subjected to syllabus enrichment by SCCZ for Claretines)

Semester I

BECO 101: Economic Theory

Total Marks: 100 (80- End Semester and 20-Sessional)

Objectives: Having studied the paper, a student will able to

- a. Explain the basic economic issues in developing countries*
- b. Explain the demand analysis of consumer behaviour*
- c. Describe various market structures and the production function*
- d. Explain the national income, classical theory of output and employment.*

Unit 0: Baseline Analysis: Course objectives and goal- setting, fundamental of economic with influence to micro and macro economy.

Unit I: Basic Economic Issues: Unlimited wants, Resources scarcity, Choice, Opportunity cost; Economic problems of a developing country: Low income, unutilized resources, low level of technology and of human and physical capital, acute poverty and inequality in the distribution of income; Economics- Micro and Macro- their difference and subjects matters.

Unit II: Demand Analysis: Consumer behaviour: utility: marginal and total, diminishing marginal utility, utility maximizing rule; Nature of demand function, shifts in demand curve; Supply function, shifts in supply curve, market equilibrium; price determination, Elasticity of supply.

Unit III: Theory of Production: Production function, Returns to scale, marginal and average product of inputs, short- run total, marginal, and average cost curves and their relationships total, average and marginal revenue, profit maximizing output, and cost minimization; market structure- Features of perfect competition Monopoly, duopoly and oligopoly: their features

Unit IV: National Income and its Classical Determination: Gross domestic product (GDP), GNP, NDP, NNP and per capita income, circular flow of income and expenditure; classical theory of output and employment, Say's law, evaluation of classical model

Unit V: Keynesian Model and Macro-Policies: Keynesians determination of income: consumption function, saving function, investment multiplier; Fiscal policy: its objectives and instruments.

Unit 100: Advanced Skills (4-5 hours): model making, assignment, seminar presentation.

Recommended Readings:

Koutsoyiaanis, A. (2006). *Modern Micro Economics*. Hongkong: Macmillan.

Salvatore, D. (2009). *Principles of Microeconomics*. New Delhi: Oxford University Press.

Salvatore, D. (2008). *Microeconomics Theory and Application*. London: Oxford University Press.

Ahuja, H. L. (1977). Principles of Micro- Economics. *Arthshastra Indian Journal of Economics & Research*, 4(6): 7- 23.

National Digital Library. (n.d.). *Micro Economics*. Retrieved from <http://ndl.iitkgp.ac.in/document/Mk9oSXhRdzN6cVdJRVhRNDBVU1B3Z1ZSRGMyYTBqb0RNcVI4RG1vMTlubz0>