

Restructured Syllabus (2024 Pattern as per NEP-2020)

Faculty: COMMERCE & MANAGEMENT (Commerce)

Class: S.Y. B.Com. Sem-IV

Title of the Course: Monetary Economics

Name of the Program	Course Code	Type of Course	Credits	Lectures per Week in Clock Hour
B.Com.	ME291T	Minor	4	4

Course Objectives:

1. To introduce concepts of money.
2. To know the concepts and theories of demand for money.
3. To understand the concepts of supply of money.
4. To understand the concepts and measure of inflation.
5. To know the role of the Monetary Policy Committee.

Unit	Title and Contents	No. of Lectures
1	Introduction to Money: 1.1 Definitions and Meaning of Money 1.2 Evolution of Money from Vedic Period 1.3 Functions of Money 1.4 Introduction to Demand for Money 1.5 Theory of Demand for Money: 1.5.1 Classical theory 1.5.2 Keynesian theory 1.5.3 Friedman's theory 1.6 Value of Money: Concept and Definitions 1.7 Quantity Theory of Money (Fisher and Cambridge Equation)	15
2	Supply of Money: 2.1 Concepts of Near Money, Legal Money, Standard and Token Money 2.2 Credit creation by commercial banks and its limitations 2.3 Credit control instruments: Quantitative and Qualitative 2.4 Supply of Money and High-Powered Money 2.5 RBI's Money Measure: 2.5.1 M1, M2, M3 and M4 2.5.2 M0, M1, M2, M3	15
3	Inflation and Deflation: 3.1 Definition and Meaning of Inflation 3.2 Real Inflation and Nominal Inflation 3.3 Concepts and Measure of Wholesale Price Index and Consumer Price Index (WPI and CPI) 3.4 Demand Pull Inflation, Cost Push Inflation, and Stagflation 3.5 Causes and Effects of Inflation 3.6 Phillips Curve: Short Run and Long Run 3.7 Deflation: Definition and Effects	15
4	Monetary Policy: 4.1 Objectives of Macro Economic Policy (Growth, Employment and Price Stability)	15

4.2 Monetary policy and Fiscal policy (Overview) to stabilize economy	
4.3 Monetary policy by rule Monetary Policy Committee (MPC): Inflation targeting	
4.4 The Short term and Long-Term Interest rates	
4.5 Measures to encourage savings and investments	

Course Outcomes: After Completion of the course, student will be able to:

1. Understand the concepts of money and its functions.
2. Comprehend the demand and supply side of money.
3. Explore inflationary trends in the economy.
4. Analyse the working of the Monetary Policy Committee.

Internship for Students if any: Not applicable	
List of Recommended Books and Study Materials	
<ol style="list-style-type: none"> 1. Ahuja H. L (2002) Macroeconomics Theory and Policy, Chand and Co. Ltd. 2. Gupta S. B (1994) Monetary Economics Theory, S. Chand and Co. Delhi. 3. Kedar M. Phalke, "The Economy of the Maratha Kingdom" Rupa Publ. India Pvt. Ltd. 4. Andrew B. Able and Ben S. Bernanke "Macro Economics" Pearson Education, Fourth edition, 2003. 5. N.G. Mankiw, "Principles of Macro Economics" Cengage Learning, 2012 Ed. 6. William Branson "Macro Economics theory and policy" East West Press Private Ltd Publication, 4th Ed. 7. Keith Bain and Peter Howells, "Monetary Economics-Policy and its Theoretical Basis", Palgrave Macmillan Publications. 8. RBI Report on Currency and Finance and the Economic Survey Report. 9. Financial Stability Report, December 2022, RBI. 	
Scheme of Examination	
Passing Marks: 40% of the Total Marks	
Internal Assessment (30 Marks): Refer Point No. 3(a)	
External Assessment (70 Marks)	
Question Paper Pattern for External Examination	
Instructions:	
<ol style="list-style-type: none"> 1. Question No. 1 and 6 are Compulsory. 2. Attempt any three questions from Question No. 2 to 6. 	
Q. 1: Fill in the blanks	= 06 Marks
Q. 2: Theory Question on Unit-1	= 18 Marks
Q. 3: Theory Question on Unit-2	= 18 Marks
Q. 4: Theory Question on Unit-3	= 18 Marks
Q. 5: Theory Question on Unit-4	= 18 Marks
Q. 6: Short Notes on all Units (Any 2 out of 4)	= 10 Marks