

**DEPARTMENT OF ECONOMICS**

**B.A.-III, Semester-V**

**SUBJECT: ECONOMICS**

**PAPER TITLE: Theory of Employment**

**PAPER CODE: IX - 545906**

**OBJECTIVES:** The student will be able to

- acquire knowledge about dynamics of employment market
- think critically about employment policies at macro level
- enhance the knowledge about sectorial profile in employment

<b>Unit No.</b>	<b>Topic</b>	<b>No of Lecture assigned sub Topic</b>	<b>No of Lecture assigned</b>	<b>Marks Assigned</b>	<b>Credit</b>
I	<b>Output and Employment Theory</b> <ul style="list-style-type: none"> <li>• Classical Theory of Employment</li> <li>• Keynesian Theory of Employment</li> <li>• Consumption Function</li> </ul>	5 5 5	15	25	1
II	<b>Neo-classical and Keynesian synthesis</b> <ul style="list-style-type: none"> <li>• IS-LM Model</li> <li>• Multiplier Effect</li> <li>• Theory of Investment</li> <li>• Autonomous and Induced Investment</li> <li>• Phillips Curve</li> </ul>	3 3 3 3 3	15	25	1
III	<b>Macroeconomics and Employment</b> <ul style="list-style-type: none"> <li>• Savings and Investment</li> <li>• Marginal Efficiency and Capital</li> <li>• Ex-post and ex-ante – Equality and Equilibrium</li> <li>• Stagflation</li> </ul>	4 4 4	15	25	1

		<b>3</b>			
IV	<b>Rate of Interest</b> <ul style="list-style-type: none"> <li>• Classical Theory Rate of Interest</li> <li>• Neo-Classical Theory Rate of Interest</li> <li>• Keynesian Theory Rate of Interest</li> </ul>	5 5 5	15	25	1
	<b>Total Lectures</b>	<b>60</b>	<b>60</b>	<b>100</b>	<b>4</b>

**References:**

- Ahuja, H.L. (2012). *Macro Economics Theory and Policy*, New Delhi: S. Chand & Company Ltd
- Bardhan, Ashok, Dwight M. Jaffee, Cynthia A. Kroll (2013) *The Oxford Handbook of Offshoring and Global Employment*, Delhi: Oxford University Press.
- D'Souza, Errol (2008) *Macro Economics*, New Delhi: Pearson Publication.
- Jhingan, M.L. (2013) *Macro Economics* New Delhi: S. Chand and Company Ltd.
- Jhadhan, Ashok, .R. (2001) *Contemporary Macroeconomic Theory and Policy*, New Delhi: Wily Eastern Ltd.
- Kennedy, M.Maria John (2011) *Macroeconomics*, Delhi: PHI Learning Pvt. Limited.
- *Samuelson, Paul A. & William D Nordhaus(2004), Economics, USA: McGraw-Hill.*
- Shapiro, E (2005) *Macro Economic Analysis*, New Delhi: Galgotia Publication.
- Sheehan, Brendan (2009). *Understanding Keynes' General Theory*, London: Palgrave Macmillan.
- <http://econpapers.repec.org/bookchap/>