

Course Code: BCOM E2055
Title: Macroeconomics
Type/Status: Core
Aims: This course unit is designed to provide the students with the knowledge of economic concepts at an aggregate level in general and its applicability to the Sri Lankan context.

Learning Outcome: By the end of this course unit, students should be able to:

- describe the theories and concepts relating to key macroeconomic variables
- apply the principal determinants of income of an economy, growth of income and general price level
- evaluate the aggregate behavior of contemporary macroeconomic policies and practices

Course Contents:

Introduction. Keynesian income-expenditure model. Equilibrium. Income determination in IS-LM analysis. Theories in consumption, savings and investment. Monetary and Fiscal policy. Inflation and unemployment. Rational expectation. Stabilization policy. Business cycles. Debates on Macroeconomics policies. Open economy. Economic crisis and consequences.

Method of teaching & learning:

Seminar & self learning

Scheme of Evaluation:

End year examination

Recommended Reading:

Eugene A. Diulio, (1998). *Macroeconomics (Schaum's Outline Series)*. (3rd Edition). McGraw Hill.

Dwivedi, D.N. (2004). *Macroeconomics: Theory and Policy*. (International Edition). McGraw Hill.

Rudiger Dornbush, Stanley Fisher, (2006). *Macroeconomics*. (8th Edition.). (International Edition). McGraw-Hill, Inc.

Central Bank Annual Report.

Recent Economic Development – Highlights.