

**Department of Economics**  
Kurukshetra University, Kurukshetra  
(Established by the State Legislature Act XII of 1956)

No. Eco/19/

Dated: 21.05.2019

To

The Coordinator,  
COACC,  
Kurukshetra University  
Kurukshetra

**Subject: Draft Syllabus and Scheme for Common Entrance Test of M.A.Economics/M.A. Business Economics.**

Sir,

Please find enclosed the draft syllabus and scheme for common entrance test of M.A.Economics/M.A. Business Economics duly resolved in the Staff Council of the Department. This is for your information please.

Thanking you.

Yours sincerely,

Chairman

**Scheme and Detailed Syllabus for Centrized Online Admission Common Entrance  
Test for M.A.Economics/M.A. Business Economics**

**Scheme of Common Entrance Test**

Sr. No.	Course Component	Marks
1.	Micro Economics	20
2.	Macro Economics	20
3.	Indian Economy	16
4.	International Trade	10
5.	Economics of Growth and Development	10
6.	General Awareness	24
Total		100

**Detailed Syllabus**

**1. Micro Economics: Marks: 20**

Economic Problem and production possibility curve; Law of Demand; Elasticity of Demand; Consumer Equilibrium with Ordinal and Cardinal Utility Analysis; Price, Income and Substitution Effects; Consumer Surplus; Production Function; Law of Variable Proportions and Returns to Scale; Economies of Scale; Cost and Revenue: Total, Average and Marginal; Perfect Competition, Monopoly, Monopolistic Competition and Oligopoly- Characteristics, Price Determination and Equilibrium; Price Discrimination

**2. Macro Economics: Marks: 20**

National Income Aggregates; Measurement and limitations of National Income; Circular flow of Income in Two, Three and Four Sector Economy; Say's law of Market; Classical and Keynesian Theory of Income and Employment; Principle of Effective Demand; Consumption Function; APC, MPC, APS and MPS; Types of Investment; Marginal

Efficiency of Capital (MEC); Relation between MEC and MEI; Keynesian Multiplier; Relation between Multiplier, MPC and MPS; Comparative Static and Dynamic Process; Acceleration Principle and Concept of Super Multiplier; The Demand for Money; Quantity Theory of Money -Fisher's Approach and Cambridge Approach; Keynesian Liquidity Theory of Money; Supply of Money: Meaning and Determinants; Types of Inflation; Types and Phases of Business Cycles

### **3. Indian Economy: Marks:16**

Basic Characteristics of Indian Economy as a Developing Economy; Theory of Demographic Transition; Size, Features and Growth of Indian Population; Causes and Problems of over Population; Population Policy 2005 onwards; Concepts, Causes and Measurement of Poverty; Measures of Eradication of Poverty; Unemployment – Nature, Types, Causes & Measures to check unemployment; Causes of Low Agriculture Productivity & Measures to improve it; Green Revolution- Achievements & Failures; Sources of Agricultural Finance; Special Economic Zone- Concept, Features, Problems; Industrial Policy – 1991 onwards; New Economic Reforms – i) Liberalization ii) Privatization, iii) Globalization ; Small and Large Scale Industry – Growth and Problems; Objectives, Achievements, and Failures of Five Year Plans; Trends and Composition of India's Imports and Exports; BOP Problem in India

### **4. International Trade: Marks: 10**

Theories of Absolute Advantage, Comparative Advantage and Opportunity Costs; Heckscher-Ohlin Theory of Trade; Doctrine of Reciprocal Demand; Trade as an Engine of Economic Growth; Terms of Trade (Meaning and Measurement); Secular Deterioration Hypothesis; Concepts and Components of Balance of Payments; Causes and Consequences of Dis-equilibrium in the Balance of Payments; Functions and Achievements of WTO

### **5. Economics of Growth & Development: Marks: 10**

Economic Growth and Economic Development; Approaches to Economic Development; Factors affecting Economic Growth; Vicious Circle of Poverty; Human Development Index (HDI) and other Indices of Development and Quality of life; Traditional Measures of Economic Development – National Income, Per Capita Income; Classical Theory of Development- Adam Smith, Marx and Ricardo; Growth models — Harrod and Domar; Export Promotion and Import Substitution; Sustainable Development: Concept and Indicators.

**6. General Awareness: Marks: 24**

- Current Affairs (National and International)
- Major Financial/Economic/Political News
- Budget
- Who's Who
- Sports
- Books and Authors
- Awards and Honours
- Science – Inventions and Discoveries
- Abbreviations
- Important Days
- International and National Organizations

Chairman