



## COURSE COMPACT

**Faculty:** Faculty of Art Management and Social Sciences

**Department:** Economics

**Programme:** B.Sc Economics

**Course Code:** Eco 212

**Course Title:** Introductory Macroeconomic theory I

**Units:** 2

**Course Lecturer:** Dr. David Adebisi Samuel

**Semester:** First Semester

**Session:** 2022/2023

**Location:** Lecture Room

### A. Brief Overview of Course

The course is the first part of Introductory Macroeconomic theory that was designed for undergraduate students majoring in Economics and those in related disciplines for whom this course is compulsory at this level. This first part is to expose the students to the basics of Macroeconomic theory and this will be further deepened in the second semester.

### B. Course Objectives/Goals

1. To expose the students to the fundamentals of Macroeconomics
2. To equip the students with the full knowledge of the usefulness of the course
3. To prepare the mind of the students to learn the application of the course in both the policy arena and international operations.

### 4. Methods of Lecture Delivery/Teaching Aids

- Lecture Delivery Methods
  - Interactive classroom session
  - Individual assignments
  - Lecture notes
- Teaching Aids
  - Multimedia projection

### 5. Course Outlines

- Modules & Details of Topics

## Module I: Introduction to Macroeconomic and National Income

Weeks 1: Macroeconomic goals

ii. Differences between Microeconomic and Macroeconomic theories

**Week 2:** Limitations of Macroeconomic theory

**Week 3:** Detailed explanation of the Macroeconomic goals and their implications on the economy.

Assignment 1

**Module II: Circular Flow of Income**

**Week 4:** Concepts Clarifications, Circular Flow of income in a two sector model

**Week 5:** Circular Flow of Income in a three sector model

**Week 6:** Circular Flow of Income in a four sector model

**Assignment 2**

**Module III: National Income Accounting**

**Week 7:** Income Approach, Expenditure Approach,

**Weeks 8:** Product/Value Added Approach

**Assignment 3**

**Module IV: National Income equilibrium determination Models**

**Week 9:** Income-Expenditure approach, Saving-Investment approach

**Week 10:** The investment Multiplier Derivation, Limiting conditions of the multiplier

**Week 11:** Inflationary and Deflationary gaps

**Mid semester test**

**Module V: Effects of price change on some macroeconomic variables**

**Week 12:** On Household Wealth, On Interest Rate and Exchange rate

## **Module VI: Economic Systems**

### **Week 13: Classical and Keynesian Economic Systems**

### **Week 14: Revision**

#### **6. Structure of the Programme/Method of Grading**

- Continuous Assessment
    - Class test/Assignments 20% Marks
    - Mid Semester test 20% Marks
  - Examination 60% Marks
- TOTAL 100%**

#### **7. Ground Rules & Regulations**

- 75% attendance is required to sit for the examination.
- Assignments must be submitted as at when due.
- Contributions to group discussion and class work are noted.

#### **8. Topics of Term Papers/Assignment/Student Activities**

- Discuss the effect on unemployment, national income, and prices when the planned saving is not equal to planned investment.

#### **9. Contemporary Issues/Industry Relevance**

- High level of unemployment, inflation and low productivity

#### **10. Recommended Reading/Texts**

1. Jhingan M.L, (2010); Macroeconomics Theory, 12th edition, Vrinda Publications (P) Ltd. Delhi, India
2. Greenlaw, S. A. and Shapiro, D.(2011). Principles of Economics (Second Edition)
3. Jochumzen, P. (2010). Essentials of Macroeconomics. 3rd Edition
4. Moss, D.A. (2007). A concise guide to Macroeconomics
5. Frank, R.H., Bernanke, B.S. and Osberg, L. Principles of Macroeconomics, 2nd Edition.
6. McConnell, C.R., Brue, S. L, Flynn, L.M. and Berbero, T.P. Macroeconomics 13th Edition
7. Bakare –Aremu T.A, (2013); Fundamental of Economics Principles (Macroeconomics), Raamson Printing Press, Oke-Afa, Isolo, Lagos, Nigeria
8. Familoni K.A, (1990); Development in Macroeconomics Policy, Concept Publications, Lagos, Nigeria
9. Fashina E.O, (2000); Foundations of Economics Analysis (Macro Theories), F.E.F International Company, Ikeja, Lagos, Nigeria